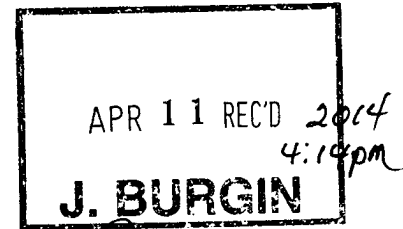




COMMONWEALTH OF KENTUCKY
OFFICE OF THE GOVERNOR

STEVEN L. BESHEAR
GOVERNOR



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VETO MESSAGE FROM THE
GOVERNOR OF THE COMMONWEALTH OF KENTUCKY
REGARDING HOUSE BILL 235 OF THE
2014 REGULAR SESSION

RECEIVED AND FILED
DATE April 28, 2014
10:53am
ALISON LUNDERGAN GRIMES
SECRETARY OF STATE
COMMONWEALTH OF KENTUCKY
BY L. Adler

1. Funds Recovered Through Litigation – Attorney General

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

- Page 17, line 25, after “may”, delete “only”.
- Page 17, line 26, after “restitution.”, delete the rest of the line.
- Page 17, line 27, in its entirety.
- Page 18, line 1, in its entirety.

I am vetoing this part because it would limit the ability of Kentucky’s Attorney General to participate in multi-state settlement litigation and agreements. It also violates the separation of powers outlined in the Kentucky Constitution. The Attorney General historically participates with other States in multi-state litigation, that when settled, includes requirements by the Court to direct the use of the settlement proceeds in particular ways. One recent example is the Ocwen Financial Corporation settlement. The Attorney General settled with Ocwen Financial Corporation of Atlanta Georgia, as part of a \$2.1 billion joint state-federal settlement with 48 additional states, the District of Columbia, and the Consumer Financial Protection Bureau (CFPB). The settlement terms address servicing misconduct by Ocwen that resulted in premature and unauthorized foreclosures, violations of homeowners’ rights and protections, and the use of false and deceptive documents and affidavits, including “robo-signing.” The settlement was the result of a massive joint state-federal civil law enforcement investigation. Through a court order, the settlement holds Ocwen accountable for past mortgage servicing and foreclosure abuses, provides relief to homeowners, and protects consumers by preventing future fraud and abuse. As a result of the settlement, Ocwen will provide troubled Kentucky borrowers with an estimated \$7.8 million in first lien principal reductions, and 1,499 loans will be eligible to receive a cash payment. The requirements in HB235 would have prevented Kentucky’s participation. This provision, in effect, would deter the Kentucky Attorney General from participating in such litigation which would be detrimental to the interests of the taxpayers of the Commonwealth.

2. Unexpended Funds

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 35, line 7, after “KRS 157.430.”, delete the rest of the line.

Page 35, lines 8 through 9, in their entirety.

I am vetoing this part because the General Assembly has already placed various obligations on unexpended General Fund appropriations in this budget. It has done this by appropriating mandated spending without providing its specific financing in the biennial budget bill. These required expenditures are generally known as necessary government expenses. These necessary government expenditures have ranged from \$30 to \$50 million each of the last five years. Among the important services they fund are: forest fire suppression, matching funds for federal FEMA disaster grants, legal representation of minors with no guardian, county courthouse security provided by Sheriffs, security and assistance provided by the Kentucky National Guard during emergencies, natural disasters and major events, the incarceration of convicted felons when the population is greater than budgeted, and court judgments against the Commonwealth. Because the monies for these functions are not specifically provided by the General Assembly, they can only come from three sources: (1) unexpended appropriations, (2) revenues in excess of the official estimate, and (3) the Budget Reserve Trust Fund. This provision would diminish one of the potential sources to pay for these necessary government expenses that the General Assembly has already authorized.

3. Department of Education – Learning and Results Services Programs

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 45, line 24, after “biennium”, delete the rest of the line.

Page 45, line 25, delete “administrative purposes”.

I am vetoing this part because this provision is in conflict with the program amounts listed in this section of the bill. The necessary administrative costs are embedded in many of the amounts listed. These programs cannot be implemented without the requisite administrative costs of executing them.

4. Evaluation of Indigent Care

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following parts:

Page 74, line 8, delete “and the University of Louisville”, and after “shall”, delete “collaborate to”.

Page 74, line 10, after “Services”, delete the rest of the line.

Page 74, line 11, delete “University of Louisville”.

Page 102, line 2, delete “and the University of Louisville”, and after “shall”, delete “collaborate to”.

Page 102, line 4, after “Services”, delete the rest of the line.

Page 102, line 5, delete “University of Louisville”.

I am vetoing these parts because they mandate that the University of Louisville conduct a study of its affiliate rather than insuring that the study is conducted by an unrelated, objective, third-party entity. The Cabinet for Health and Family Services will conduct the study and will consider information and data supplied by the University of Louisville.

5. Use of Identified Savings

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 87, lines 25 through 26, in their entirety.

I am vetoing this part because the first required use of any such savings must be to finance any unbudgeted costs of the prison or probation and parole population. By statute, any unexpended General Fund appropriations lapse to the surplus account of the General Fund. Elsewhere in the biennial budget bill, the General Fund Surplus Plan allocates all of the undesignated General Fund balance to either the Budget Reserve Trust Fund or to finance appropriated but unbudgeted necessary government expense appropriations.

6. Health Care Cost Savings

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 92, line 8, after “projects”, delete the rest of the line.

Page 92, lines 9 through 15, in their entirety.

Page 92, line 18, after “support”, delete “two”.

Page 92, line 21, after “capture”, delete “an”, and after “savings”, delete the rest of the line.

Page 92, line 22, delete “ten percent”, and after “and”, delete “an”.

Page 92, line 23, delete “of up to five percent”, and after “Program”, delete the rest of the line.

Page 92, lines 24 through 27, in their entirety.

Page 93, lines 1 through 10, in their entirety.

Page 93, line 13, after “Services”, delete the rest of the line.

Page 93, lines 14 through 16, in their entirety.

Page 93, line 17, delete “scale.”.

Page 93, line 18, after “process”, delete the rest of the line.

Page 93, line 19, after “and”, delete the rest of the line.

Page 93, line 20, delete “percent”, and after “Program.”, delete the rest of the line.

Page 93, lines 21 through 22, in their entirety.

I am vetoing this part because several elements of this provision are overly restrictive to achieving its intended outcome, or are too prescriptive. I have retained the parts that pursue health care cost savings through demonstration projects in the Commonwealth’s Medicaid and Kentucky Employees’ Health Plan

programs. This Administration continues to be interested in saving taxpayer dollars in the area of health care and to seek opportunities in achieving them through innovative approaches.

7. Limitations on Budget Reductions of Individual Programs

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following parts:

Page 96, line 2, after “Seminars.”, delete the rest of the line.

Page 96, lines 3 through 4 in their entirety.

Page 96, line 6, after “Program.”, delete the rest of the line.

Page 96, lines 7 through 9, in their entirety.

Page 100, line 9, after “budget.”, delete the rest of the line.

Page 100, line 10, in its entirety.

Page 101, line 6, after “budget.”, delete the rest of the line.

Page 101, line 7, in its entirety.

Page 236, lines 2 through 6, in their entirety.

I am vetoing these parts because they each single out specific items for exemption from any future budget reductions due to revenue shortfalls. The treatment of funding for hundreds of programs in the budget warrant that they all remain under consideration should revenue shortfalls occur.

8. Kentucky Community and Technical College System – Revenues for Agency Bond Projects

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 104, line 23, after “fee”, delete “, on a college-by-college basis,”.

Page 105, lines 1 through 4, in their entirety.

Page 105, line 5, after “fee,”, delete the rest of the line.

Page 105, line 6, delete “established and implemented pursuant to such recommendation,”.

Page 105, line 7, after “projects”, delete “for the college recommending the fee”.

I am vetoing this part because it would preclude nine of the sixteen enacted capital projects from being completed at the authorized scope based on the most current estimate from the Kentucky Community and Technical College System (KCTCS). The nine projects represent \$102,750,000 of the \$145,500,000 in authorized agency bonds. The KCTCS is a system of postsecondary education institutions and is intended to be managed as a system, both financially and from a governance perspective. To achieve the lowest financing costs and enable the projects to be built, the financing plan for the approved projects must rely on a pledge of total revenues of the entire system of institutions. This is consistent with the method of approval and financing for agency fund bond projects on the campuses of the four-year postsecondary institutions. The General Assembly devoted significant effort in choosing which worthy capital projects are to be funded with debt and the ratio of the authorized debt service to the state’s revenues. By imposing this condition, the General Assembly then repudiated a substantial portion of that reasoned

decision process. Other Kentucky public postsecondary education institutions impose similar facility-related fees on their students at satellite campuses which are used for facilities on the main campus. Furthermore, since the establishment of the Commonwealth's community college system in 1962, the statutory role of the individual college boards of directors is primarily to recommend and advise the governing board of Kentucky's two-year college system: the University of Kentucky Board of Trustees then, and now the Kentucky Community and Technical College System Board of Regents. This provision, in a temporary budget bill, permits the college boards of directors to make a binding decision affecting the entire system, thereby usurping the statutory responsibilities of the governing body of KCTCS.

9. Carry Forward and Undesignated General Fund

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 233, lines 14 through 20 in their entirety.

Page 233, line 22, after "purposes", delete the rest of the line.

Page 233, line 23, delete "48.705)".

I am vetoing this part because the total amount of General Fund receipts is not known on June 30, 2016. This provision directs the Secretary of the Finance and Administration Cabinet to speculate on the total amount of General Fund receipts two weeks prior to the determination of the total actual receipts, and then to premise significant fiscal decisions and actions upon that speculation.

10. General Fund Revenues in Excess of Enacted Estimate

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 234, line 27, in its entirety.

Page 235, lines 1 through 7, in their entirety.

I am vetoing this part because the General Assembly has already obligated much of any excess General Fund revenues. By statute, General Fund revenues in excess of estimates are deposited into the surplus account of the General Fund. Elsewhere in the biennial budget bill, the General Fund Surplus Expenditure Plan allocates all of the undesignated General Fund balance to finance appropriated but unbudgeted necessary government expenses appropriations, then to the Budget Reserve Trust Fund. The General Assembly appropriated mandated spending without providing its specific financing in the biennial budget bill. This required spending is generally known as necessary government expenses. These necessary government expenditures have ranged from \$30 to \$50 million each of the last five years. Among the important things they provide: forest fire suppression, matching funds for federal FEMA disaster grants, legal representation of minors with no guardian, county courthouse security provided by Sheriffs, security and assistance provided by the Kentucky National Guard, the incarceration of convicted felons when the population is greater than budgeted, and court judgments against the Commonwealth. Because the monies for these functions are not specifically provided by the General Assembly, they can

only come from three sources: (1) unexpended appropriations, (2) revenues in excess of the official estimate, and (3) the Budget Reserve Trust Fund. The first step in implementing the General Fund Surplus Expenditure Plan enacted within this same budget bill is to set aside sufficient funding for necessary government expenses, then the remainder is deposited into the Budget Reserve Trust Fund. This provision is in conflict with the implementation of that enacted General Fund Surplus Expenditure Plan.

11. Executive Branch Budget Recommendation Limitation

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 235, lines 8 through 15, in their entirety.

I am vetoing this part because it limits the Executive budget recommendation for the next biennial budget.

12. General Fund Budget Reduction Plan

I, Steven L. Beshear, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following parts:

Page 248, line 27, in its entirety.

Page 249, lines 1 through 2, in their entirety.

Page 249, lines 7 through 11, in their entirety.

I am vetoing these parts because the Executive branch needs the maximum flexibility to contend with revenue shortfalls should they occur.

This the 11th day of April, 2014

A handwritten signature in black ink, appearing to read 'Steve Beshear', written over a horizontal line.

Steven L. Beshear, Governor



GENERAL ASSEMBLY

COMMONWEALTH OF KENTUCKY

2014 REGULAR SESSION

HOUSE BILL NO. 235

AS ENACTED

MONDAY, MARCH 31, 2014

AN ACT relating to appropriations providing financing and conditions for the operations, maintenance, support, and functioning of the government of the Commonwealth of Kentucky and its various officers, cabinets, departments, boards, commissions, institutions, subdivisions, agencies, and other state-supported activities.

Be it enacted by the General Assembly of the Commonwealth of Kentucky:

➔Section 1. The State/Executive Branch Budget is as follows:

PART I

OPERATING BUDGET

(1) Funds Appropriations: There is appropriated out of the General Fund, Road Fund, Restricted Funds accounts, Federal Funds accounts, or Bond Funds accounts for the fiscal year beginning July 1, 2013, and ending June 30, 2014, for the fiscal year beginning July 1, 2014, and ending June 30, 2015, and for the fiscal year beginning July 1, 2015, and ending June 30, 2016, the following discrete sums, or so much thereof as may be necessary. Appropriated funds are included pursuant to KRS 48.700 and 48.710. Each appropriation is made by source of respective fund or funds accounts. Appropriations for the following officers, cabinets, departments, boards, commissions, institutions, subdivisions, agencies, and budget units of the state government, and any and all other activities of the government of the Commonwealth, are subject to the provisions of Chapters 12, 42, 45, and 48 of the Kentucky Revised Statutes and compliance with the conditions and procedures set forth in this Act.

(2) Tobacco Settlement Funds: Appropriations identified as General Fund (Tobacco) in Part I, Operating Budget, of this Act are representative of the amounts provided in Part X, Phase I Tobacco Settlement, of this Act and are not to be appropriated in duplication.

A. GENERAL GOVERNMENT

Budget Units

1. OFFICE OF THE GOVERNOR

		2013-14	2014-15	2015-16
1				
2	General Fund (Tobacco)	-0-	1,912,500	1,912,500
3	General Fund	-0-	5,527,600	5,629,800
4	Restricted Funds	-0-	111,100	111,100
5	Federal Funds	150,000	1,350,800	1,350,800
6	TOTAL	150,000	8,902,000	9,004,200

7 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
8 appropriation is \$1,912,500 in each fiscal year for the Early Childhood Advisory Council.

9 **2. OFFICE OF STATE BUDGET DIRECTOR**

		2014-15	2015-16
10			
11	General Fund	3,133,400	3,195,400
12	Restricted Funds	139,600	242,300
13	TOTAL	3,273,000	3,437,700

14 **3. STATE PLANNING FUND**

		2014-15	2015-16
15			
16	General Fund	150,800	150,800

17 **4. HOMELAND SECURITY**

		2014-15	2015-16
18			
19	General Fund	233,000	236,600
20	Restricted Funds	2,040,700	2,408,400
21	Federal Funds	4,857,600	4,857,600
22	Road Fund	260,100	262,500
23	TOTAL	7,391,400	7,765,100

24 **(1) Enhanced 911 Emergency Services:** Included in the above Restricted Funds
25 appropriation is \$600,000 in fiscal year 2014-2015 and \$1,000,000 in fiscal year 2015-
26 2016 for enhanced 911 emergency services.

27 **5. DEPARTMENT OF VETERANS' AFFAIRS**

1		2014-15	2015-16
2	General Fund	17,798,500	17,984,100
3	Restricted Funds	40,914,000	50,544,900
4	TOTAL	58,712,500	68,529,000

5 **(1) Weekend and Holiday Premium Pay Incentive:** The Kentucky Veterans'
6 Centers are authorized to continue the weekend and holiday premium pay incentive for
7 the 2014-2016 fiscal biennium.

8 **(2) Congressional Medal of Honor Recipients - Travel and Per Diem:** The
9 Commissioner of the Department of Veterans' Affairs may approve travel and per diem
10 expenses incurred when Kentucky residents who have been awarded the Congressional
11 Medal of Honor attend veterans, military, or memorial events in the Commonwealth of
12 Kentucky.

13 **(3) Debt Service:** Included in the above General Fund appropriation is \$84,500 in
14 fiscal year 2014-2015 and \$169,000 in fiscal year 2015-2016 for new debt service to
15 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

16 **(4) Brain Injury Alliance of Kentucky and the Epilepsy Foundation of**
17 **Kentuckiana Funding:** Included in the above General Fund appropriation is \$100,000
18 in each fiscal year for grants to the Brain Injury Alliance of Kentucky and \$100,000 in
19 each fiscal year for grants to the Epilepsy Foundation of Kentuckiana to be used solely for
20 the purpose of working with veterans who have experienced brain trauma and their
21 families.

22 **(5) Veterans' Service Organization Funding:** Included in the above General
23 Fund appropriation is \$200,000 in each fiscal year for grants to Veterans' Service
24 Organization programs.

25 **6. GOVERNOR'S OFFICE OF AGRICULTURAL POLICY**

26		2014-15	2015-16
27	General Fund (Tobacco)	31,101,600	12,221,200

1	Restricted Funds	843,800	553,500
2	TOTAL	31,945,400	12,774,700

3 **(1) Kentucky Agricultural Finance Corporation:** Notwithstanding KRS
4 247.978(2), the total amount of principal which a qualified applicant may owe the
5 Kentucky Agricultural Finance Corporation at any one time shall not exceed \$5,000,000.

6 **(2) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
7 and from the allocation provided therein, counties that are allocated in excess of \$20,000
8 annually may provide up to four percent of the individual county allocation, not to exceed
9 \$15,000 annually, to the county council in that county for administrative costs.

10 **(3) Agricultural Development Appropriations:** Notwithstanding KRS
11 248.703(1), included in the above General Fund (Tobacco) appropriation is \$19,350,000
12 in fiscal year 2014-2015 and \$9,850,000 in fiscal year 2015-2016 for the counties account
13 as specified in KRS 248.703(1)(a).

14 **(4) Appropriation of Unexpended Tobacco Debt Service:** Any unexpended
15 balance from the fiscal year 2014-2015 or the fiscal year 2015-2016 General Fund
16 (Tobacco) debt service appropriation in the Finance and Administration Cabinet, Debt
17 Service budget unit, shall continue and be appropriated to the Governor's Office for
18 Agricultural Policy.

19 **7. KENTUCKY INFRASTRUCTURE AUTHORITY**

20		2014-15	2015-16
21	General Fund	1,337,300	1,563,800
22	Restricted Funds	37,381,000	42,405,500
23	Federal Funds	29,369,000	29,381,900
24	TOTAL	68,087,300	73,351,200

25 **(1) Debt Service:** Included in the above General Fund appropriation is \$226,500
26 in fiscal year 2015-2016 for new debt service to support new bonds as set forth in Part II,
27 Capital Projects Budget, of this Act.

(2) **Local Government Economic Development Funds:** Included in the above General Fund appropriation is \$370,000 in each fiscal year of the biennium from the Local Government Economic Development Fund to support services provided to coal-producing counties.

8. **MILITARY AFFAIRS**

	2014-15	2015-16
General Fund	9,347,000	9,330,700
Restricted Funds	44,743,800	45,234,900
Federal Funds	43,154,800	43,232,200
TOTAL	97,245,600	97,797,800

(1) **Kentucky National Guard:** There is appropriated from the General Fund the necessary funds to be expended, subject to the conditions and procedures provided in this Act, which are required as a result of the Governor's declaration of emergency pursuant to KRS Chapter 39A, and the Governor's call of the Kentucky National Guard to active duty when an emergency or exigent situation has been declared to exist by the Governor. These necessary funds shall be made available from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

(2) **Disaster or Emergency Aid Funds:** There is appropriated from the General Fund the necessary funds, subject to the conditions and procedures in this Act, which are required to match federal aid for which the state would be eligible in the event of a presidentially declared disaster or emergency. These necessary funds shall be made available from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

(3) **Debt Service:** Included in the above General Fund appropriation is \$43,500 in fiscal year 2014-2015 and \$130,500 in fiscal year 2015-2016 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

(4) **Residential Youth at Risk Program:** Included in the above Restricted Funds

appropriation is \$400,000 in each fiscal year to support the Bluegrass Challenge Academy and \$400,000 in each fiscal year to support the Appalachian Youth Challenge Academy.

(5) National Guard Memorial: Included in the above General Fund appropriation is \$300,000 in fiscal year 2014-2015 for a grant to the National Guard Foundation of Kentucky to support the National Guard Memorial.

9. COMMISSION ON HUMAN RIGHTS

	2013-14	2014-15	2015-16
General Fund	-0-	1,703,200	1,738,800
Federal Funds	83,400	245,000	245,000
TOTAL	83,400	1,948,200	1,983,800

10. COMMISSION ON WOMEN

	2014-15	2015-16
General Fund	226,400	232,000

11. DEPARTMENT FOR LOCAL GOVERNMENT

	2014-15	2015-16
General Fund	8,467,800	8,487,600
Restricted Funds	1,299,900	1,299,900
Federal Funds	41,131,100	41,051,600
TOTAL	50,898,800	50,839,100

(1) Support of the 12 Multi-County Regional Industrial Park Authorities: Included in the above Restricted Funds appropriation is \$200,000 in each fiscal year in support of the 12 multi-county regional industrial park authorities. Funds shall be distributed equally to the 12 multi-county regional industrial park authorities for marketing and maintenance of the industrial parks and the procurement of property and casualty insurance on the parks.

(2) Area Development District Funding: Included in the above General Fund appropriation is \$2,325,600 in each fiscal year for the Joint Funding Administration

1 Program in support of the Area Development Districts.

2 **(3) Mary Kendall Homes and Gateway Juvenile Diversion:** Included in the
3 above General Fund appropriation is \$275,000 in each fiscal year for the support of the
4 Mary Kendall Homes and \$275,000 in each fiscal year for the support of Gateway
5 Juvenile Diversion.

6 **(4) Food Pantry:** Included in the above General Fund appropriation is \$50,000 in
7 fiscal year 2014-2015 for a grant to the Woodford County Fiscal Court to support a food
8 pantry.

9 **12. LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND**

10		2014-15	2015-16
11	General Fund	50,207,700	48,690,000

12 **13. LOCAL GOVERNMENT ECONOMIC DEVELOPMENT FUND**

13		2014-15	2015-16
14	General Fund	28,945,400	28,426,200

15 **(1) Coal Severance Tax Collections Calculations and Transfers:** The above
16 appropriations from the General Fund are based on the official estimate presented by the
17 Office of State Budget Director for coal severance tax collections during the biennium,
18 distributed in accordance with KRS 42.450 to 42.495.

19 **(2) Osteopathic Medicine Scholarship Program:** The transfer of moneys from
20 the General Fund to the Local Government Economic Development Fund shall be made
21 after the transfer to the Osteopathic Medicine Scholarship Program has been made
22 pursuant to KRS 164.7891(11) and (12) in the amount of \$872,500 in each fiscal year
23 within the Kentucky Higher Education Assistance Authority.

24 **(3) Pharmacy Scholarships:** The transfer of moneys from the General Fund to
25 the Local Government Economic Development Fund shall be made after the transfer to
26 the Coal County Pharmacy Scholarship Program has been made pursuant to KRS
27 164.7890(11) in the amount of \$800,000 in each fiscal year within the Kentucky Higher

1 Education Assistance Authority.

2 **(4) Trover Clinic Grant:** Notwithstanding KRS 42.4582 and 42.4585, the
3 quarterly calculation and transfer of the funds shall be made only after each quarterly
4 installment of the annual appropriation of \$1,000,000 in each fiscal year has been credited
5 to the Trover Clinic Grant within the Department for Local Government.

6 **(5) School Facilities Construction Commission - 2002-2004:** Notwithstanding
7 KRS 42.4592, the quarterly calculation of the allocation of moneys to coal-producing
8 counties through the Local Government Economic Development Fund shall be made only
9 after each quarterly installment of the annual appropriation of \$4,617,900 in each fiscal
10 year is appropriated as General Fund moneys to the School Facilities Construction
11 Commission budget unit to provide debt service to support previously authorized bonds
12 authorized in 2003 Ky. Acts ch. 156.

13 **(6) Water and Sewer Resources Development Fund for Coal-Producing**
14 **Counties - 2002-2004:** Notwithstanding KRS 42.4592, the quarterly calculation of the
15 allocation of moneys to coal-producing counties through the Local Government
16 Economic Development Fund shall be made only after each quarterly installment of the
17 annual appropriation of \$4,091,400 in each fiscal year is appropriated as General Fund
18 moneys to the Finance and Administration Cabinet, Debt Service budget unit, to provide
19 debt service to support previously authorized bonds for the Water and Sewer Resources
20 Development Fund for Coal-Producing Counties authorized in 2003 Ky. Acts ch. 156.

21 **(7) KIA Infrastructure for Economic Development Fund for Coal-Producing**
22 **Counties - 2004-2006:** Notwithstanding KRS 42.4592, the quarterly calculation of the
23 allocation of moneys to coal-producing counties through the Local Government
24 Economic Development Fund shall be made only after each quarterly installment of the
25 annual appropriation of \$6,472,700 in each fiscal year is appropriated as General Fund
26 moneys to the Finance and Administration Cabinet, Debt Service budget unit, to provide
27 debt service to support a portion of the previously authorized bonds for the KIA

1 Infrastructure for Economic Development Fund for Coal-Producing Counties authorized
2 in 2005 Ky. Acts ch. 173.

3 **(8) Infrastructure for Economic Development Fund for Coal-Producing**
4 **Counties - 2006-2008:** Notwithstanding KRS 42.4592, the quarterly calculation of the
5 allocation of moneys to coal-producing counties through the Local Government
6 Economic Development Fund shall be made only after each quarterly installment of the
7 annual appropriation of \$8,562,300 in each fiscal year is appropriated as General Fund
8 moneys to the Finance and Administration Cabinet, Debt Service budget unit, to provide
9 debt service to support previously authorized bonds for the Infrastructure for Economic
10 Development Fund for Coal-Producing Counties authorized in 2006 Ky. Acts ch. 252.

11 **(9) Infrastructure for Economic Development Fund for Coal-Producing**
12 **Counties - 2008-2010:** Notwithstanding KRS 42.4592, the quarterly calculation of the
13 allocation of moneys to coal-producing counties through the Local Government
14 Economic Development Fund shall be made only after each quarterly installment of the
15 annual appropriation of \$7,538,000 in each fiscal year is appropriated as General Fund
16 moneys to the Finance and Administration Cabinet, Debt Service budget unit, to provide
17 debt service to support previously authorized bonds for the Infrastructure for Economic
18 Development Fund for Coal-Producing Counties authorized in 2008 Ky. Acts ch. 127.

19 **(10) Read to Achieve:** Notwithstanding KRS 42.4592, the quarterly calculation of
20 the allocation of moneys to coal-producing counties through the Local Government
21 Economic Development Fund shall be made only after each quarterly installment of the
22 annual appropriation of \$2,100,000 in each fiscal year is appropriated as General Fund
23 moneys to the Learning and Results Services budget unit for the Read to Achieve
24 Program within the Department of Education.

25 **(11) Robinson Scholars Program:** Notwithstanding KRS 42.4592, the quarterly
26 calculation of the allocation of moneys to coal-producing counties through the Local
27 Government Economic Development Fund shall be made only after each quarterly

1 installment of the annual appropriation of \$1,000,000 in each fiscal year is appropriated
2 as General Fund moneys to the University of Kentucky budget unit for the Robinson
3 Scholars Program.

4 **(12) Kentucky Infrastructure Authority:** Notwithstanding KRS 42.4592, the
5 quarterly calculation of the allocation of moneys to coal-producing counties through the
6 Local Government Economic Development Fund shall be made only after each quarterly
7 installment of the annual appropriation of \$370,000 in each fiscal year is appropriated as
8 General Fund moneys to the Kentucky Infrastructure Authority budget unit.

9 **(13) Department for Local Government:** Notwithstanding KRS 42.4592, the
10 quarterly calculation of the allocation of moneys to coal-producing counties through the
11 Local Government Economic Development Fund shall be made only after each quarterly
12 installment of the annual appropriation of \$669,700 in each fiscal year is appropriated as
13 General Fund moneys to the Department for Local Government budget unit.

14 **(14) Mining Engineering Scholarship Program:** Notwithstanding KRS 42.4592,
15 the quarterly calculation of the allocation of moneys to coal-producing counties through
16 the Local Government Economic Development Fund shall be made only after each
17 quarterly installment of the annual appropriation of \$300,000 in each fiscal year is
18 appropriated as General Fund moneys to the University of Kentucky budget unit for the
19 Mining Engineering Scholarship Program.

20 **(15) School Technology in Coal Counties:** Notwithstanding KRS 42.4592, the
21 quarterly calculation of the allocation of moneys to coal-producing counties through the
22 Local Government Economic Development Fund shall be made only after each quarterly
23 installment of the annual appropriation of \$1,750,000 in each fiscal year is appropriated
24 as General Fund moneys to the Operations and Support Services budget unit within the
25 Department of Education for the purpose of enhancing education technology in local
26 school districts within coal-producing counties.

27 **(16) Mine Safety:** Notwithstanding KRS 42.4592, the quarterly calculation of the

1 allocation of moneys to coal-producing counties through the Local Government
2 Economic Development Fund shall be made only after each quarterly installment of the
3 annual appropriation of \$3,219,800 in each fiscal year is appropriated as General Fund
4 moneys to the Office of Mine Safety and Licensing, Natural Resources budget unit.
5 Notwithstanding KRS 351.140, the number of mandatory mine safety inspections to be
6 carried out by the Office of Mine Safety and Licensing shall be equal to the number of
7 mine safety inspections required annually by the Mine Safety and Health Administration.

8 **(17) Save the Children:** Notwithstanding KRS 42.4592, the quarterly calculation
9 of the allocation of moneys to coal-producing counties through the Local Government
10 Economic Development Fund shall be made only after each quarterly installment of the
11 annual appropriation of \$500,000 in each fiscal year is appropriated as General Fund
12 moneys to the Department of Education budget unit for the Save the Children Program.

13 **(18) Regional Strategic Development Fund:** Notwithstanding KRS 42.4592,
14 funds totaling \$2,000,000 in each fiscal year shall be provided for the Regional Strategic
15 Development Fund from the portion of the Single County Fund allocated to counties in
16 Eastern Kentucky.

17 **(19) Operation Unite:** Notwithstanding KRS 42.4588, funds totaling \$2,000,000
18 in each fiscal year shall be transferred from the Local Government Economic
19 Development Fund, Multi-County Fund, to the Office of Drug Control Policy, Justice
20 Administration budget unit, for Operation Unite in relation to the Federal Task Force on
21 Drug Abuse.

22 **(20) Energy Research and Development Fund:** (a) Notwithstanding KRS
23 42.4588, \$1,584,500 in fiscal year 2014-2015 and \$1,423,800 in fiscal year 2015-2016
24 year shall be transferred from the Local Government Economic Development Fund,
25 Multi-County Fund, to the Energy Development and Independence budget unit. These
26 funds shall be used, except as specified in paragraph (b) of this subsection, for research
27 and commercialization projects, including clean coal, new combustion technology, thin-

1 seam coal extraction safety, tracking and communication devices, coal slurry disposal,
2 synthetic natural gas produced from coal through gasification processes, and the
3 development of alternative transportation fuels produced by processes that convert coal or
4 biomass resources or extract oil from oil shale, and other coal research and shall be
5 targeted solely to Kentucky's Local Government Economic Development Fund-eligible
6 counties. The Department for Energy Development and Independence shall coordinate its
7 efforts with those of Kentucky's universities and related Kentucky Community and
8 Technical College System programs in order to maximize Kentucky's opportunities for
9 federal funding and receive research grants and awards from federal and other sources of
10 funding for the development of clean coal technology, coal-to-liquid-fuel conversion,
11 alternate transportation fuels, and biomass energy resources.

12 (b) Included in the Restricted Funds appropriation in paragraph (a) of this
13 subsection is \$1,000,000 in each fiscal year which shall not be expended unless matched
14 with federal or private funds for the purpose of supporting research and development
15 activities at the University of Kentucky Center for Applied Energy Research.

16 **(21) Support of the 12 Multi-County Regional Industrial Park Authorities:**
17 Notwithstanding KRS 42.4588, funds totaling \$200,000 in each fiscal year shall be
18 transferred from the Local Government Economic Development Fund, Multi-County
19 Fund, to the Department for Local Government budget unit to be distributed equally to
20 the 12 multi-county regional industrial park authorities located in coal counties to be used
21 for marketing and maintenance of the industrial parks and for procurement of property
22 and casualty insurance on the parks.

23 **(22) Shaping Our Appalachian Region (SOAR) Administrative Costs:**
24 Notwithstanding KRS 42.4588, funds totaling \$200,000 in each fiscal year shall be
25 transferred from the Local Government Economic Development Fund, Multi-County
26 Fund, to the Department for Local Government budget unit for administrative expenses
27 relating to the Shaping Our Appalachian Region initiative.

1 **(23) Debt Service:** All necessary debt service amounts shall be appropriated from
2 the General Fund and shall be fully paid regardless of whether there are sufficient moneys
3 available to be transferred from coal severance tax-supported funding program accounts
4 to other accounts of the General Fund.

5 **(24) Coal County College Completion Scholarship Program:** Notwithstanding
6 KRS 42.4588, \$2,000,000 in each fiscal year shall be transferred from the Local
7 Government Economic Development Fund, Multi-County Fund, to the Coal County
8 College Completion Scholarship Program within the Kentucky Higher Education
9 Assistance Authority.

10 **(25) Parameters for County Flexibility:** (a) Notwithstanding KRS 42.4588(2),
11 Local Government Economic Development Fund allocations, except as provided in
12 paragraph (b) of this subsection, may be used to support nonrecurring investments in
13 public health and safety, economic development, public infrastructure, information
14 technology development and access, public water and wastewater development, and
15 insurance with the concurrence of both the respective fiscal court and the Department for
16 Local Government or the Kentucky Infrastructure Authority, as appropriate.

17 (b) Grants from funds provided for in KRS 42.4592(1)(c) shall be used only for the
18 purposes provided for in KRS 42.4588(2).

19 **(26) Distribution of Funds:** Notwithstanding KRS 42.4592, the quarterly
20 calculation of the allocation of moneys to the Local Government Economic Development
21 Fund, Multi-County Fund, shall be made only after each quarterly installment of an
22 additional \$3,856,200 in fiscal year 2014-2015 and \$3,077,200 in fiscal year 2015-2016
23 is distributed pursuant to KRS 42.4592(a) and (b).

24 **(27) Division of Oil and Gas:** Notwithstanding KRS 42.4588, funds totaling
25 \$25,000 in each fiscal year shall be transferred from the Local Government Economic
26 Development Fund, Multi-County Fund, to the Division of Oil and Gas within the
27 Department for Natural Resources for an update of the Best Practices Manual.

1 **14. AREA DEVELOPMENT FUND**

2		2014-15	2015-16
3	General Fund	473,600	473,600

4 **(1) Appropriation Limit:** Notwithstanding KRS 48.185, funds recommended
 5 from the General Fund for the Area Development Fund shall be limited to these amounts.

6 **(2) Area Development District Flexibility:** Notwithstanding KRS 42.350(2) and
 7 provided that sufficient funds are maintained in the Joint Funding Agreement program to
 8 meet the match requirements for the Economic Development Administration grants,
 9 Community Development Block Grants, Appalachian Regional Commission grants, or
 10 any federal program where the Joint Funding Agreement funds are utilized to meet non-
 11 federal match requirements, an area development district with authorization from its
 12 Board of Directors may request approval to transfer funding between the Area
 13 Development Fund and the Joint Funding Agreement program from the Commissioner of
 14 the Department for Local Government. Joint Funding Agreement grants from the
 15 Community Economic Development Block Grant program and the Appalachian Regional
 16 Commission shall be matched on an equal, dollar-for-dollar basis.

17 **15. EXECUTIVE BRANCH ETHICS COMMISSION**

18		2014-15	2015-16
19	General Fund	455,000	463,200
20	Restricted Funds	76,300	77,000
21	TOTAL	531,300	540,200

22 **16. SECRETARY OF STATE**

23		2014-15	2015-16
24	General Fund	1,634,500	1,662,800
25	Restricted Funds	1,717,100	1,750,100
26	Federal Funds	80,400	277,000
27	TOTAL	3,432,000	3,689,900

1 **(1) Use of Restricted Funds:** Notwithstanding KRS 14.140(1) and (3), the above
 2 Restricted Funds may be used for the continuation of current activities within the Office
 3 of the Secretary of State.

4 **17. BOARD OF ELECTIONS**

5		2014-15	2015-16
6	General Fund	4,027,100	4,047,200
7	Restricted Funds	246,000	246,000
8	Federal Funds	5,211,300	5,211,200
9	TOTAL	9,484,400	9,504,400

10 **(1) Help America Vote Act of 2002:** Amounts above those appropriated that are
 11 necessary to match Federal Funds from the Help America Vote Act shall be deemed a
 12 necessary government expense and shall be paid from the General Fund Surplus Account
 13 (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

14 **(2) Cost of Elections:** Notwithstanding KRS 116.145, the State Board of
 15 Elections shall set a rate for the fee for new voter registration paid to the county clerks
 16 within the available appropriated resources. The State Board of Elections shall also set a
 17 fixed rate for the expenses outlined in KRS 117.343 within the available appropriated
 18 resources. Notwithstanding KRS 117.345(2), the State Board of Elections shall set a rate
 19 for the expenses outlined in KRS 117.345(2) for precincts with a voting machine within
 20 the available appropriated resources, not to exceed \$300 per precinct per election. These
 21 rates and all assumptions as to the number of precincts, registered voters, and new voter
 22 registrations shall be communicated to the Secretary of the Finance and Administration
 23 Cabinet and the State Budget Director by November 1, 2014, for fiscal year 2014-2015
 24 and by November 1, 2015, for fiscal year 2015-2016.

25 Costs associated with special elections, KRS 117.345(2) costs associated with
 26 additional precincts with a voting machine, KRS 117.343 costs for additional registered
 27 voters, and KRS 116.145 costs for additional new registered voters shall be deemed a

necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). Any reimbursements authorized as a necessary government expense according to the above provisions shall be at the same rates as those established by the State Board of Elections as provided in the preceding paragraph.

18. REGISTRY OF ELECTION FINANCE

	2014-15	2015-16
General Fund	1,200,900	1,220,800

19. ATTORNEY GENERAL

	2014-15	2015-16
General Fund	10,438,600	10,622,700
Restricted Funds	16,929,200	16,945,300
Federal Funds	3,725,500	3,870,300
TOTAL	31,093,300	31,438,300

(1) Expert Witnesses: In addition to such funds as may be appropriated, the Office of the Attorney General may request from the Finance and Administration Cabinet, as a necessary government expense, such funds as may be necessary for expert witnesses. Upon justification of the request, the Finance and Administration Cabinet shall provide up to \$275,000 for the 2014-2016 fiscal biennium for this purpose to the Office of the Attorney General from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). The Department of Insurance shall provide the Office of the Attorney General any available information to assist in the preparation of a rate hearing pursuant to KRS 304.17A-095. Expenditures under this subsection shall be reported to the Interim Joint Committee on Appropriations and Revenue by August 1 of each year.

(2) Annual and Sick Leave Service Credit: Notwithstanding any statutory or regulatory restrictions to the contrary, any former employee of the Unified Prosecutorial

1 System who has been appointed to a permanent full-time position under KRS Chapter
2 18A shall be credited annual and sick leave based on service credited under the Kentucky
3 Retirement Systems solely for the purpose of computation of sick and annual leave. This
4 provision shall only apply to any new appointment or current employee as of July 1,
5 1998.

6 **(3) Legal Services Contracts:** The Office of the Attorney General may present
7 proposals to state agencies specifying legal work that is presently accomplished through
8 personal service contracts that indicate the Office of the Attorney General's capacity to
9 perform the work at a lesser cost. State agencies may agree to make arrangements with
10 the Office of the Attorney General to perform the legal work and compensate the Office
11 of the Attorney General for the legal services. Notwithstanding KRS Chapter 45A, the
12 Office of the Attorney General may contract with outside law firms on a contingency
13 basis.

14 **(4) Compensatory Leave Conversion to Sick Leave:** If the Office of the
15 Attorney General determines that internal budgetary pressures warrant further austerity
16 measures, the Attorney General may institute a policy to suspend payment of 50-hour
17 blocks of compensatory time for those attorneys who have accumulated 240 hours of
18 compensatory time and instead convert those hours to sick leave.

19 **(5) Operations of the Office of the Attorney General:** Notwithstanding KRS
20 367.478(2), 367.805(3), and 367.905(5), funds may be expended in support of the
21 operations of the Office of the Attorney General.

22 **(6) Funds Recovered Through Litigation:** Pursuant to KRS 48.005, funds
23 recovered by the Attorney General through litigation on behalf of the Commonwealth
24 shall be transferred to the General Fund Surplus Account (KRS 48.700). The Attorney
25 General may only retain funds for reasonable litigation costs and required consumer
26 restitution. The Attorney General shall file with the presiding officer of the court a copy
27 of the controlling statute governing disposition of the funds and request that an Order

1 issue in conformity with the statute.

2 **(7) Child Sexual Abuse License Plate Revenue:** Notwithstanding KRS 186.162,
3 the Transportation Cabinet shall review the costs related to the distribution of child
4 victims' license plates. Any revenue received from the sale or renewal of those plates in
5 excess of actual costs shall be transferred to the Child Victims' Trust Fund on an annual
6 basis.

7 **(8) Settlement Funds:** In each fiscal year, the Attorney General shall transfer
8 \$1,000,000 of the settlement funds resulting from the suit against Merck Sharp & Dohme
9 Corporation and the suit against GlaxoSmithKline to the Kentucky Agency for Substance
10 Abuse Policy.

11 **20. UNIFIED PROSECUTORIAL SYSTEM**

12 **(1) Prosecutors Advisory Council Administrative Functions:** The Prosecutors
13 Advisory Council shall approve compensation for employees of the Unified Prosecutorial
14 System subject to the appropriations in this Act.

15 **a. Commonwealth's Attorneys**

16		2014-15	2015-16
17	General Fund	44,536,800	45,444,800
18	Restricted Funds	1,657,900	1,714,300
19	Federal Funds	46,000	48,800
20	TOTAL	46,240,700	47,207,900

21 **b. County Attorneys**

22		2014-15	2015-16
23	General Fund	38,653,400	39,640,500
24	Restricted Funds	379,000	437,200
25	Federal Funds	566,900	566,900
26	TOTAL	39,599,300	40,644,600

27 **TOTAL - UNIFIED PROSECUTORIAL SYSTEM**

1		2014-15	2015-16
2	General Fund	83,190,200	85,085,300
3	Restricted Funds	2,036,900	2,151,500
4	Federal Funds	612,900	615,700
5	TOTAL	85,840,000	87,852,500

6 **21. TREASURY**

7		2014-15	2015-16
8	General Fund	1,778,300	1,818,600
9	Restricted Funds	1,238,400	1,275,900
10	Road Fund	250,000	250,000
11	TOTAL	3,266,700	3,344,500

12 **(1) Unclaimed Property Fund:** Included in the above Restricted Funds
 13 appropriation is \$1,238,400 in fiscal year 2014-2015 and \$1,275,900 in fiscal year 2015-
 14 2016 from the Unclaimed Property Fund to provide funding for services performed by the
 15 Unclaimed Property Division of the Department of the Treasury.

16 **22. AGRICULTURE**

17		2014-15	2015-16
18	General Fund (Tobacco)	600,000	600,000
19	General Fund	16,382,600	16,690,900
20	Restricted Funds	10,024,700	10,104,700
21	Federal Funds	5,495,900	5,495,700
22	TOTAL	32,503,200	32,891,300

23 **(1) Use of Restricted Funds:** Notwithstanding KRS 217.570 and 217B.580,
 24 funds may be expended in support of the operations of the Department of Agriculture.

25 **(2) Purchase of Agricultural Conservation Easement (PACE) Program:** The
 26 Purchase of Agricultural Conservation Easement (PACE) board may contract directly
 27 with land surveyors, real estate appraisers, and other licensed professionals as necessary.

1 The Department of Agriculture may receive funds from local and private sources to
2 match Federal Funds for the PACE program.

3 **(3) County Fair Grants:** Included in the above General Fund appropriation is
4 \$500,000 in each fiscal year to support capital improvement grants to the Local
5 Agricultural Fair Aid Program.

6 **(4) Farms to Food Banks:** Included in the above General Fund (Tobacco)
7 appropriation is \$600,000 in each fiscal year to support the Farms to Food Banks program
8 to benefit both Kentucky farmers and the needy by providing fresh, locally grown
9 produce to food pantries.

10 **23. AUDITOR OF PUBLIC ACCOUNTS**

11		2014-15	2015-16
12	General Fund	4,681,800	4,775,300
13	Restricted Funds	8,082,100	8,221,400
14	TOTAL	12,763,900	12,996,700

15 **(1) Auditor's Scholarships:** Notwithstanding KRS 43.200, no funding is
16 provided for Auditor's scholarships.

17 **(2) Audit Services Contracts:** No state agency shall enter into any contract with
18 a nongovernmental entity for an audit unless the Auditor of Public Accounts has declined
19 in writing to perform the audit or has failed to respond within 30 days of receipt of a
20 written request. The agency requesting the audit shall furnish the Auditor of Public
21 Accounts a comprehensive statement of the scope and nature of the proposed audit.

22 **(3) Compensatory Leave Conversion to Sick Leave:** If the Auditor of Public
23 Accounts determines that internal budgetary pressures warrant further austerity measures,
24 the State Auditor may institute a policy to suspend payment of 50-hour blocks of
25 compensatory time for those employees who have accumulated 240 hours of
26 compensatory time and instead convert those hours to sick leave.

27 **24. PERSONNEL BOARD**

1		2014-15	2015-16
2	Restricted Funds	845,900	856,000

3 **(1) Personnel Board Operating Assessment:** Each agency of the Executive
4 Branch with employees covered by KRS Chapter 18A shall be assessed each fiscal year
5 the amount required for the operation of the Personnel Board. The agency assessment
6 shall be determined by the Secretary of the Finance and Administration Cabinet based on
7 the authorized full-time positions of each agency on July 1 of each year of the biennium.
8 The Secretary of the Finance and Administration Cabinet shall collect the assessment.

9 **25. KENTUCKY RETIREMENT SYSTEMS**

10		2014-15	2015-16
11	Restricted Funds	40,930,800	41,306,800

12 **(1) Dependent Subsidy for Retirees - Kentucky Employee Retirement**
13 **System:** From July 1, 2014, through June 30, 2016, in addition to the benefits conferred
14 under KRS 61.702, the Kentucky Retirement Systems Board of Trustees shall have the
15 authority to make the recipients of a nonhazardous monthly retirement allowance eligible
16 for the dependent subsidy as provided under the terms established by the State Group
17 Health Insurance Program. The dependent subsidy conferred to recipients of a
18 nonhazardous monthly retirement allowance shall not be considered as a benefit protected
19 by the inviolable contract provisions of KRS 16.652, 61.692, and 78.852. If the Board of
20 Trustees makes the recipients of a nonhazardous monthly retirement allowance eligible
21 for the dependent subsidy, the Board shall submit a report to the Interim Joint Committee
22 on Appropriations and Revenue stating the cost of such action and providing the effect on
23 the actuarial unfunded liability of the health trust.

24 **(2) Dependent Subsidy for Retirees - County Employees Retirement System:**
25 From July 1, 2014, through June 30, 2016, in addition to the benefits conferred under
26 KRS 61.702, the Kentucky Retirement Systems Board of Trustees shall have the authority
27 to make the recipients of a nonhazardous monthly retirement allowance eligible for the

dependent subsidy as provided under the terms established by the State Group Health Insurance Program. The dependent subsidy conferred to recipients of a nonhazardous monthly retirement allowance shall not be considered as a benefit protected by the inviolable contract provisions of KRS 16.652, 61.692, and 78.852. If the Board of Trustees makes the recipients of a nonhazardous monthly retirement allowance eligible for the dependent subsidy, the Board shall submit a report to the Interim Joint Committee on Appropriations and Revenue stating the cost of such action and providing the effect on the actuarial unfunded liability of the health trust.

26. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS

a. Accountancy

	2014-15	2015-16
Restricted Funds	552,100	558,500

b. Certification of Alcohol and Drug Counselors

	2014-15	2015-16
Restricted Funds	82,200	82,200

c. Applied Behavior Analysis Licensing

	2014-15	2015-16
Restricted Funds	16,000	16,000

d. Architects

	2014-15	2015-16
Restricted Funds	435,900	442,700

e. Certification for Professional Art Therapists

	2014-15	2015-16
Restricted Funds	11,200	11,200

f. Auctioneers

	2014-15	2015-16
Restricted Funds	389,000	393,400

1	g. Barbering		
2		2014-15	2015-16
3	Restricted Funds	322,000	327,100
4	h. Chiropractic Examiners		
5		2014-15	2015-16
6	Restricted Funds	317,800	323,300
7	i. Dentistry		
8		2014-15	2015-16
9	Restricted Funds	894,300	903,000
10	j. Licensed Diabetes Educators		
11		2014-15	2015-16
12	Restricted Funds	1,000	1,000
13	k. Licensure and Certification for Dietitians and Nutritionists		
14		2014-15	2015-16
15	Restricted Funds	73,900	73,900
16	l. Embalmers and Funeral Directors		
17		2014-15	2015-16
18	Restricted Funds	402,900	409,200
19	m. Licensure for Professional Engineers and Land Surveyors		
20		2014-15	2015-16
21	Restricted Funds	1,311,800	1,328,600
22	n. Certification of Fee-Based Pastoral Counselors		
23		2014-15	2015-16
24	Restricted Funds	3,600	3,600
25	o. Registration for Professional Geologists		
26		2014-15	2015-16
27	Restricted Funds	106,900	106,900

1	p. Hairdressers and Cosmetologists		
2		2014-15	2015-16
3	Restricted Funds	1,374,700	1,397,400
4	q. Specialists in Hearing Instruments		
5		2014-15	2015-16
6	Restricted Funds	81,100	81,100
7	r. Interpreters for the Deaf and Hard of Hearing		
8		2014-15	2015-16
9	Restricted Funds	38,200	38,200
10	s. Home Inspectors		
11		2014-15	2015-16
12	Restricted Funds	83,800	83,800
13	t. Examiners and Registration of Landscape Architects		
14		2014-15	2015-16
15	Restricted Funds	65,100	66,600
16	u. Licensure of Marriage and Family Therapists		
17		2014-15	2015-16
18	Restricted Funds	116,400	116,400
19	v. Licensure for Massage Therapy		
20		2014-15	2015-16
21	Restricted Funds	168,600	168,600
22	w. Medical Imaging and Radiation Therapy		
23		2014-15	2015-16
24	Restricted Funds	393,100	393,600
25	x. Medical Licensure		
26		2014-15	2015-16
27	Restricted Funds	2,940,400	2,972,500

1	y. Nursing		
2		2014-15	2015-16
3	Restricted Funds	6,201,300	6,270,400
4	z. Licensure for Nursing Home Administrators		
5		2014-15	2015-16
6	Restricted Funds	61,100	61,100
7	aa. Licensure for Occupational Therapy		
8		2014-15	2015-16
9	Restricted Funds	146,600	146,600
10	ab. Ophthalmic Dispensers		
11		2014-15	2015-16
12	Restricted Funds	55,200	55,200
13	ac. Optometric Examiners		
14		2014-15	2015-16
15	Restricted Funds	207,000	209,400
16	ad. Pharmacy		
17		2014-15	2015-16
18	Restricted Funds	1,638,800	1,661,400
19	ae. Physical Therapy		
20		2014-15	2015-16
21	Restricted Funds	469,000	499,400
22	af. Podiatry		
23		2014-15	2015-16
24	Restricted Funds	38,900	38,200
25	ag. Private Investigators		
26		2014-15	2015-16
27	Restricted Funds	101,500	101,500

1	ah. Licensed Professional Counselors		
2		2014-15	2015-16
3	Restricted Funds	184,900	184,900
4	ai. Prosthetics, Orthotics, and Pedorthics		
5		2014-15	2015-16
6	Restricted Funds	46,200	46,200
7	aj. Examiners of Psychology		
8		2014-15	2015-16
9	Restricted Funds	236,400	236,400
10	ak. Real Estate Appraisers		
11		2014-15	2015-16
12	Restricted Funds	757,000	766,300
13	al. Real Estate Commission		
14		2014-15	2015-16
15	Restricted Funds	2,105,800	2,200,900
16	am. Respiratory Care		
17		2014-15	2015-16
18	Restricted Funds	206,700	210,000
19	an. Social Work		
20		2014-15	2015-16
21	Restricted Funds	276,100	279,300
22	ao. Speech-Language Pathology and Audiology		
23		2014-15	2015-16
24	Restricted Funds	170,100	170,100
25	ap. Veterinary Examiners		
26		2014-15	2015-16
27	Restricted Funds	277,600	277,600

1 **TOTAL - OCCUPATIONAL AND PROFESSIONAL BOARDS AND**
 2 **COMMISSIONS**

3		2014-15	2015-16
4	Restricted Funds	23,362,200	23,713,700

5 **27. KENTUCKY RIVER AUTHORITY**

6		2014-15	2015-16
7	General Fund	251,200	255,500
8	Restricted Funds	5,460,500	3,271,800
9	TOTAL	5,711,700	3,527,300

10 **(1) Water Withdrawal Fees:** The water withdrawal fees imposed by the
 11 Kentucky River Authority shall not be subject to state and local taxes. Notwithstanding
 12 KRS 151.710(10), Tier I water withdrawal fees shall be used to support the operations of
 13 the Authority and for contractual services for water supply and quality studies.

14 **28. SCHOOL FACILITIES CONSTRUCTION COMMISSION**

15		2014-15	2015-16
16	General Fund	99,634,000	108,580,000

17 **(1) Debt Service:** Included in the above General Fund appropriation is \$525,000
 18 in fiscal year 2014-2015 and \$8,239,000 in fiscal year 2015-2016 for new debt service to
 19 support bonds as set forth in Part II, Capital Projects Budget, of this Act.

20 **(2) Urgent Need School Trust Fund:** The Urgent Need School Trust Fund is
 21 established in the Finance and Administration Cabinet for the purpose of assisting school
 22 districts that have urgent and critical construction needs. The Urgent Need School Trust
 23 Fund shall be administered by the School Facilities Construction Commission. The fund
 24 may receive state appropriations, contributions, and grants from any source which shall
 25 be credited to the trust fund and invested until needed. All interest earned on the fund
 26 shall be retained in the trust fund.

27 **(3) Additional Offers of Assistance:** Notwithstanding KRS 157.611 to 157.640,

1 157.650, 157.655, 157.660, and 157.665, the School Facilities Construction Commission
2 is authorized to make an additional \$100,000,000 in offers of assistance during the 2014-
3 2016 biennium in anticipation of debt service availability during the 2016-2018
4 biennium. No bonded indebtedness based on the above amount is to be incurred during
5 the 2014-2016 biennium.

6 **(4) Private Donations Facilities Match Program:** The School Facilities
7 Construction Commission (SFCC) shall conduct a study to determine the need for
8 establishing a private donations facilities match program. The SFCC shall report its
9 findings to the Interim Joint Committee on Appropriations and Revenue by July 1, 2015.

10 **(5) Urgent Needs School Assistance:** (a) If a local school district has an A1
11 school considered in the listing of the ten schools in the poorest condition in the state
12 according to the Parsons/MGT Report of November 2011 and verified by the Kentucky
13 Department of Education on March 7, 2014, has levied a five cents equivalent tax levy
14 beyond the five cents equivalent tax rate required by KRS 157.440(1)(b), has received
15 state equalization funds, utilized available offers of assistance from the School Facilities
16 Commission and is unable to cash fund or to sufficiently support the required annual debt
17 service for replacement of the school, the School Facilities Construction Commission is
18 authorized to make additional offers of assistance in an amount necessary to close the gap
19 between the available local resources and the amount needed for replacement of the
20 school.

21 (b) If the school district utilizes the equalization funds appropriated in paragraph (a)
22 of this subsection to support a bond issue for construction purposes, equalization funds
23 shall be provided for 20 years or until the bonds are retired, whichever is less.

24 (c) If a school district receives an allotment under paragraph (a) of this subsection
25 and subsequently, as the result of litigation or insurance, receives funds for the original
26 facility, the school district shall reimburse the Commonwealth an amount equal to that
27 received pursuant to paragraph (a) of this subsection. If the litigation or insurance receipts

are less than the amount received pursuant to paragraph (a) of this subsection, the district shall reimburse the Commonwealth an amount equal to that received as a result of litigation or insurance less the district's costs and legal fees in securing the judgment or payment. Any funds received in this manner shall be deposited in the Budget Reserve Trust Fund Account (KRS 48.705).

29. TEACHERS' RETIREMENT SYSTEM

	2014-15	2015-16
General Fund	326,772,500	299,318,400
Restricted Funds	12,183,500	12,196,600
TOTAL	338,956,000	311,515,000

(1) State Medical Insurance Fund Financing: Notwithstanding KRS 161.420 and 161.550, a portion of the state employer contribution in a sufficient amount shall be allocated to the Teachers' Retirement System Medical Insurance Fund instead of the State Accumulation Fund.

(2) Dependent Subsidy for Retirees under age 65: Notwithstanding KRS 161.675(4)(a) and (b), from July 1, 2014, through June 30, 2016, for all retirees under the age of 65 who participate in the Kentucky Group Health Insurance Program through the Kentucky Teachers' Retirement System, the Kentucky Teachers' Retirement System Board of Trustees shall have the authority to pay the same dependent subsidy that Executive Branch agencies pay for their active employees who have similar coverage. The dependent subsidy is not subject to KRS 161.714. If the Board of Trustees provides the dependent subsidy, the Board shall submit a report to the Interim Joint Committee on Appropriations and Revenue stating the cost of such action and providing the effect on the actuarial unfunded liability of the system.

(3) Debt Service: Included in the above General Fund appropriation is \$120,693,300 in fiscal year 2014-2015 and \$116,436,600 in fiscal year 2015-2016 for debt service on previously issued bonds.

1 **(4) Unfunded Liability:** It is the intent of the General Assembly in future
 2 biennial budget bills to pledge lesser debt service funding requirements for bonds
 3 previously issued for the Kentucky Teachers' Retirement System to reduce the unfunded
 4 pension liability.

5 **(5) Administrative Costs:** In accordance with KRS 161.420, in each fiscal year
 6 an amount not greater than four percent of the receipts of the state accumulation fund
 7 shall be set aside in the expense fund or expended for the administration of the retirement
 8 system.

9 **(6) Amortization of Sick Leave:** Included in the above General Fund
 10 appropriation is \$4,527,300 in fiscal year 2014-2015 and \$9,448,000 in fiscal year 2015-
 11 2016 to provide the cost of amortizing the requirements of KRS 161.155, relating to sick
 12 leave, for members retiring during the 2014-2016 biennium.

13 **(7) Contribution for Retiree Medical Insurance:** Included in the above General
 14 Fund appropriation is an additional \$11,500,000 in fiscal year 2014-2015 and
 15 \$22,600,000 in fiscal year 2015-2016 to support the state's contribution for the cost of
 16 retiree health insurance for members not eligible for Medicare, who have retired since
 17 July 1, 2010, pursuant to KRS 161.550.

18 **30. APPROPRIATIONS NOT OTHERWISE CLASSIFIED**

19		2014-15	2015-16
20	General Fund	5,026,400	5,026,400

21 **(1) Funding Sources for Appropriations Not Otherwise Classified:** Funds
 22 required to pay the costs of items included within Appropriations Not Otherwise
 23 Classified are appropriated. Any required expenditure over the above amounts is to be
 24 paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any
 25 available balance in either the Judgments budget unit appropriation or the Budget Reserve
 26 Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in
 27 this Act.

1 The above appropriation is for the payment of Attorney General Expense, Board of
 2 Claims Award, Guardian Ad Litem, Prior Year Claims, Unredeemed Checks Refunded,
 3 Involuntary Commitments - ICF/MR, Frankfort in Lieu of Taxes, Frankfort Cemetery,
 4 Police Officer, Firefighter, and National Guard and Reserve Survivor Benefits, Medical
 5 Malpractice Liability Insurance Reimbursement, and Blanket Employee Bonds.

6 **(2) Repayment of Awards or Judgments:** Funds are appropriated from the
 7 General Fund for the repayment of awards or judgments made by the Board of Claims
 8 against departments, boards, commissions, and other agencies maintained by
 9 appropriations out of the General Fund. However, awards under \$5,000 shall be paid
 10 from funds available for the operations of the agency.

11 **(3) Guardian Ad Litem Fees:** Included in the above appropriation is funding for
 12 fees to be paid to each guardian ad litem appointed by the court pursuant to KRS 311.732.
 13 The fee shall be fixed by the court and shall not exceed \$500.

14 **(4) Reissuance of Uncashed Checks:** Checks written by the State Treasurer and
 15 not cashed within the statutory period may be presented to the State Treasurer for
 16 reissuance in accordance with KRS 41.370.

17 **(5) Police Officer, Firefighter, and Active Duty National Guard and Reserve**
 18 **Survivor Benefits:** Funds are appropriated for payment of benefits for state and local
 19 police officers, firefighters, and active duty National Guard and Reserve members in
 20 accordance with KRS 61.315 and 95A.070.

21 **31. JUDGMENTS**

22		2014-15	2015-16
23	General Fund	-0-	-0-

24 **(1) Payment of Judgments and Carry Forward of General Fund**
 25 **Appropriation Balance:** Notwithstanding KRS 45A.275, the above appropriation is for
 26 the payment of judgments as may be rendered against the Commonwealth by courts and
 27 orders of the State Personnel Board and, where applicable, shall be subject to KRS

Chapter 45, and for the payment of medical malpractice judgments against the University of Kentucky and the University of Louisville in accordance with KRS 164.892 and 164.941, and for the payment of judgments, audit adjustments, and excess billings to federal programs related to transfers from statewide internal service funds to the General Fund authorized in prior appropriations acts. Funds required to pay the costs of items included within the Judgments are appropriated, and any required expenditure over the above amounts is to be paid first from the General Fund Surplus Account (KRS 48.700), if available, or from the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

TOTAL - GENERAL GOVERNMENT

	2013-14	2014-15	2015-16
General Fund (Tobacco)	-0-	33,614,100	14,733,700
General Fund	-0-	683,024,800	665,706,500
Restricted Funds	-0-	250,607,500	264,917,300
Federal Funds	233,400	135,234,300	135,589,000
Road Fund	-0-	510,100	512,500
TOTAL	233,400	1,102,990,800	1,081,459,000

B. ECONOMIC DEVELOPMENT CABINET

Budget Units

1. ECONOMIC DEVELOPMENT

	2014-15	2015-16
General Fund	19,151,800	35,146,600
Restricted Funds	2,711,200	2,749,600
Federal Funds	-0-	5,100,000
TOTAL	21,863,000	42,996,200

(1) Funding for Commercialization and Innovation: Notwithstanding KRS 154.12-278, interest income earned on the balances in the High-Tech

1 Construction/Investment Pool and loan repayments received by the High-Tech
2 Construction/Investment Pool shall be used to support the Office of Entrepreneurship and
3 are appropriated in addition to amounts appropriated above.

4 **(2) Debt Service:** Included in the above General Fund appropriation is \$892,000
5 in fiscal year 2015-2016 for debt service to support new bonds as set forth in Part II,
6 Capital Projects Budget, of this Act.

7 **(3) Lapse and Carry Forward of General Fund Appropriation Balance for**
8 **Bluegrass State Skills Corporation:** Notwithstanding KRS 45.229, the General Fund
9 appropriation balance for Bluegrass State Skills Corporation training grants for fiscal year
10 2013-2014 and fiscal year 2014-2015 shall not lapse and shall carry forward. The amount
11 available to the Corporation for disbursement in each fiscal year shall be limited to the
12 unexpended training grant allotment balance at the end of fiscal year 2013-2014
13 combined with the additional training grant allotment amounts for each fiscal year of the
14 2014-2016 biennium, less any disbursements. If the required disbursements exceed the
15 Bluegrass State Skills Corporation training grants allotment balance, notwithstanding
16 KRS 154.12.278, Restricted Funds may be expended for training grants, and funds in an
17 amount not to exceed \$2,000,000 shall be appropriated from the General Fund Surplus
18 Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705).

19 **(4) Kentucky Innovation and Commercialization Center Program:** The
20 Kentucky Innovation and Commercialization Center Program authorized in KRS 154.12-
21 305 shall remain open for the 2014-2016 fiscal biennium. Included in the above General
22 Fund appropriation are sufficient funds to support 12 Innovation and Commercialization
23 Centers.

24 **(5) Northern Kentucky Waterfront Development:** Included in the above
25 General Fund appropriation is \$150,000 in each fiscal year to be used by the cities of
26 Bellevue, Covington, Dayton, Ft. Thomas, Ludlow, and Newport on projects or activities
27 related to the development of Riverfront Commons. These funds shall be expended for

1 the benefit of a geographic corridor approximately 12 miles long and one-half mile deep
 2 along the left bank of the Ohio River in Northern Kentucky in the communities of
 3 Bellevue, Covington, Dayton, Ft. Thomas, Ludlow, and Newport. The project shall
 4 include the area from the mouth of the Licking River to the Veterans' (Fourth Street)
 5 Bridge. No funding shall be used by or distributed to Southbank Partners or any of its
 6 employees.

7 **C. DEPARTMENT OF EDUCATION**

8 **Budget Units**

9 **1. SUPPORT EDUCATION EXCELLENCE IN KENTUCKY (SEEK)**

10 **PROGRAM**

11	2014-15	2015-16
12 General Fund	2,972,270,700	3,009,490,600

13 **(1) Common School Fund Earnings:** Accumulated earnings for the Common
 14 School Fund shall be transferred in each fiscal year to the SEEK Program.

15 **(2) Allocation of SEEK Funds:** Notwithstanding KRS 157.360(2)(c), the above
 16 General Fund and Federal Funds appropriations to the base SEEK Program are intended
 17 to provide a base guarantee of \$3,911 per student in average daily attendance in fiscal
 18 year 2014-2015 and \$3,981 per student in average daily attendance in fiscal year 2015-
 19 2016 as well as to meet the other requirements of KRS 157.360. In accordance with KRS
 20 157.390(3), \$100 of the base per pupil guarantee shall be for capital outlay purposes.

21 Funds appropriated to the SEEK Program shall be allotted to school districts in
 22 accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall
 23 not exceed the appropriations for this purpose, except as provided in this Act. The total
 24 appropriation for the SEEK Program shall be measured by, or construed as, estimates of
 25 the state expenditures required by KRS 157.310 to 157.440. If the required expenditures
 26 exceed these estimates, the Secretary of the Finance and Administration Cabinet, upon
 27 the written request of the Commissioner of Education and with the approval of the

1 Governor, may increase the appropriation by such amount as may be available and
2 necessary to meet, to the extent possible, the required expenditures under the cited
3 sections of the Kentucky Revised Statutes, but any increase of the total appropriation to
4 the SEEK Program is subject to Part III, General Provisions, of this Act and KRS Chapter
5 48. If funds appropriated to the SEEK Program are insufficient to provide the amount of
6 money required under KRS 157.310 to 157.440, allotments to local school districts may
7 be reduced in accordance with KRS 157.430. Notwithstanding KRS 45.229, any
8 unexpended SEEK funds shall not lapse and shall be transferred to the Kentucky
9 Teachers' Retirement System to be applied to the system's unfunded liability.

10 **(3) Local School District Certified and Classified Employee Pay Increases:**

11 Notwithstanding KRS 157.420(2), local school districts shall provide all certified and
12 classified staff a salary or compensation increase of not less than one percent in fiscal
13 year 2014-2015, and an additional salary or compensation increase of not less than two
14 percent in fiscal year 2015-2016. The salary increase for certified staff shall be in addition
15 to the normal rank and step increase attained by certified personnel employed by local
16 school districts. Classified staff employed by a local board of education that work less
17 than full-time shall receive a pro rata share of the salary increase based on terms of their
18 employment.

19 **(4) Base SEEK Allotments:** Notwithstanding KRS 157.420(2), included in the
20 above General Fund appropriation is \$2,069,514,800 in fiscal year 2014-2015 and
21 \$2,103,805,900 in fiscal year 2015-2016 for the base SEEK Program as defined by KRS
22 157.360. Funds appropriated to the SEEK Program shall be allotted to school districts in
23 accordance with KRS 157.310 to 157.440, except that the total of the funds allotted shall
24 not exceed the appropriations for this purpose except as provided in this Act.
25 Notwithstanding KRS 157.360(2)(c), included in the appropriation for the base SEEK
26 Program is \$214,752,800 in each fiscal year for pupil transportation.

27 **(5) Tier I Component:** Included in the above General Fund appropriation is

1 \$170,476,000 in fiscal year 2014-2015 and \$168,116,200 in fiscal year 2015-2016 for the
2 Tier I component as established by KRS 157.440.

3 **(6) Vocational Transportation:** Included in the above General Fund
4 appropriation is \$2,416,900 in each fiscal year for vocational transportation.

5 **(7) Secondary Vocational Education:** Included in the above General Fund
6 appropriation is \$22,866,900 in fiscal year 2014-2015 and \$22,881,900 in fiscal year
7 2015-2016 to provide secondary vocational education in state-operated vocational
8 schools.

9 **(8) Teachers' Retirement System Employer Match:** Included in the above
10 General Fund appropriation is \$372,278,100 in fiscal year 2014-2015 and \$380,489,300
11 in fiscal year 2015-2016 to enable local school districts to provide the employer match for
12 qualified employees as provided for by KRS 161.550.

13 **(9) Salary Supplements for Nationally Certified Teachers:** Notwithstanding
14 KRS 157.395, included in the above General Fund appropriation is \$2,750,000 in each
15 fiscal year for the purpose of providing salary supplements for public school teachers
16 attaining certification by the National Board for Professional Teaching Standards.
17 Notwithstanding the provisions of KRS 157.395, if the appropriation is insufficient to
18 provide the mandated salary supplement for teachers who have obtained this certification,
19 the Department of Education is authorized to pro rata reduce the supplement.

20 **(10) Final SEEK Calculation:** Notwithstanding KRS 157.410, on or before
21 March 1 of each year, the Commissioner of Education shall determine the exact amount
22 of the public common school fund to which each district is entitled, and the remainder of
23 the amount due each district for the year shall be distributed in equal installments
24 beginning the first month after completion of final calculation and for each successive
25 month thereafter.

26 **(11) SEEK Adjustment Factors:** Funds allocated for the SEEK base and its
27 adjustment factors that are not needed for the base or a particular adjustment factor may

1 be allocated to other adjustment factors, if funds for that adjustment factor are not
2 sufficient.

3 **(12) Facilities Support Program of Kentucky/Equalized Nickel Levies:**

4 Included in the above General Fund appropriation is \$76,315,900 in fiscal year 2014-
5 2015 and \$73,953,700 in fiscal year 2015-2016 to provide facilities equalization funding
6 pursuant to KRS 157.440 and 157.620.

7 **(13) Growth Levy Equalization Funding:** Included in the above General Fund
8 appropriation is \$16,823,600 in fiscal year 2014-2015 and \$16,659,300 in fiscal year
9 2015-2016 to provide facilities equalization funding pursuant to KRS 157.440 and
10 157.620, for districts meeting the eligibility requirements of KRS 157.621(1) and (4).

11 **(14) Retroactive Equalized Facility Funding:** Included in the above General
12 Fund appropriation is \$10,753,400 in fiscal year 2014-2015 and \$10,741,700 in fiscal
13 year 2015-2016 to provide equalized facility funding pursuant to KRS 157.440 and
14 157.620 to districts meeting the eligibility requirements of KRS 157.621(2) and (4). In
15 addition, a local board of education that levied a tax rate subject to recall by January 1,
16 2014, in addition to the five cents levied pursuant to KRS 157.440(1)(b) and that
17 committed the receipts to debt service, new facilities, or major renovations of existing
18 facilities shall be eligible for equalization funds from the state at 150 percent of the
19 statewide average per pupil assessment. Revenue to generate the five cent equivalent levy
20 may be obtained from levies on property, motor vehicles, or the taxes authorized by KRS
21 160.593 to 160.597, 160.601 to 160.633, and 160.635 to 160.648 if the levy was
22 dedicated to facilities funding at the time of the levy. The equalization funds shall be used
23 as provided in KRS 157.440(1)(b). For the 2014-2016 fiscal biennium, school districts
24 that levied the tax rate subject to recall prior to September 1, 2012, and began collecting
25 the tax in fiscal year 2012-2013 shall be equalized at 100 percent of the calculated
26 equalization funding, and school districts that levied the tax rate subject to recall after
27 September 1, 2012, and began collecting the tax in the following fiscal year shall be

1 equalized at 25 percent of the calculated equalization funding in each fiscal year. It is the
2 intent of the 2014 General Assembly that any local school district receiving partial
3 equalization under this subsection in the 2014-2016 fiscal biennium shall receive full
4 calculated equalization in the 2016-2018 fiscal biennium and thereafter.

5 **(15) Equalized Facility Funding:** Included in the above General Fund
6 appropriation is \$6,271,500 in fiscal year 2014-2015 and \$6,096,100 in fiscal year 2015-
7 2016 to provide equalized facility funding pursuant to KRS 157.420 and 157.620 to
8 districts meeting the eligibility requirements of KRS 157.621(3) and (4).

9 **(16) BRAC Equalized Facility Funding:** Included in the above General Fund
10 appropriation is \$1,719,100 in fiscal year 2014-2015 and \$1,658,800 in fiscal year 2015-
11 2016 to provide equalized facility funding to school districts meeting the eligibility
12 requirements of KRS 157.621(1)(c) pursuant to KRS 157.440 and 157.620.

13 **(17) Instructional Days:** Notwithstanding KRS 158.070, the school term for fiscal
14 year 2014-2015 and fiscal year 2015-2016 shall include the equivalent of 177 six-hour
15 instructional days. Districts may exceed 177 six-hour instructional days.

16 **(18) Hold-Harmless Guarantee:** A modified hold-harmless guarantee is
17 established in fiscal biennium 2014-2016 which provides that every local school district
18 shall receive at least the same amount of Support Education Excellence in Kentucky
19 (SEEK) state funding per pupil as was received in fiscal year 1991-1992. If funds
20 appropriated to the SEEK Program are insufficient to provide the amount of money
21 required under KRS 157.310 to 157.440, and allotments to local school districts are
22 reduced in accordance with KRS 157.430, allocations to school districts subject to this
23 provision shall not be reduced.

24 **(19) Equalization Funding for Critical Construction Needs Schools:** (a)
25 Included in the above General Fund appropriation is \$5,331,800 in fiscal year 2014-2015
26 and \$5,168,000 in fiscal year 2015-2016 to provide equalization funding for school
27 districts that have school facilities classified as Category 5 on May 18, 2010, by the

1 Department of Education; Sheldon Clark High School in Martin County, which has been
2 determined to be structurally unsound by a certified engineer; Magoffin County Schools,
3 which have serious space limitations as a result of tornado damage; Carlisle County
4 Elementary School, which is the A1 school determined to be in the poorest condition in
5 the state according to the Parsons/MGT Report of November 2011; and school districts
6 that have levied an additional five cents equivalent tax rate for debt service, new
7 construction, and major renovation beyond the five cents equivalent tax rate required by
8 KRS 157.440(1)(b), except as provided in paragraph (c) of this subsection. Equalization
9 shall be provided at 150 percent of the statewide average per pupil assessment beginning
10 in the fiscal year following the fiscal year in which the levy is imposed. This levy shall be
11 subject to the recall provisions of KRS 132.017. Local school districts that have schools
12 rated in poor condition in the Parsons/MGT Report of November 2011 are encouraged to
13 levy an additional five cents equivalent tax rate for debt service, new construction, and
14 major renovation beyond the five cents equivalent tax rate required by KRS
15 157.440(1)(b), except as provided in paragraph (c) of this subsection in anticipation of
16 receiving equalization funding during the 2016-2018 fiscal biennium.

17 (b) If the total revenue generated in the 2014-2016 fiscal biennium by the additional
18 five cents equivalent tax levy, the equalization funds, and any escrowed or additional
19 offers of assistance from the School Facilities Construction Commission is insufficient to
20 cash fund the project or to sufficiently support the required annual debt service for the
21 entirety of the capital project, the school district shall be awarded additional funds equal
22 to the amount of annual debt service necessary to complete the project in its entirety. Any
23 funds included in paragraph (a) of this subsection not necessary to provide equalization in
24 each fiscal year shall be used for this purpose. If the total funds appropriated in paragraph
25 (a) of this subsection are insufficient, the School Facilities Construction Commission is
26 authorized to make additional offers of assistance not to exceed the debt service for
27 \$7,300,000 for Carlisle County, not to exceed the debt service for \$5,000,000 for

1 Magoffin County, and not to exceed the debt service for \$14,000,000 for Martin County.

2 (c) If the school district utilizes the equalization funds appropriated in paragraph (a)
3 of this subsection to support a bond issue for construction purposes, equalization funds
4 shall be provided for 20 years or until the bonds are retired, whichever is less.

5 (d) If a school district receives an allotment under paragraph (a) of this subsection
6 and subsequently, as the result of litigation or insurance, receives funds for the original
7 facility, the school district shall reimburse the Commonwealth an amount equal to that
8 received pursuant to paragraph (a) of this subsection. If the litigation or insurance receipts
9 are less than the amount received pursuant to paragraph (a) of this subsection, the district
10 shall reimburse the Commonwealth an amount equal to that received as a result of
11 litigation or insurance less the district's costs and legal fees in securing the judgment or
12 payment. Any funds received in this manner shall be deposited in the Budget Reserve
13 Trust Fund Account (KRS 48.705).

14 **2. OPERATIONS AND SUPPORT SERVICES**

15		2014-15	2015-16
16	General Fund	48,761,000	52,905,600
17	Restricted Funds	8,199,700	8,275,500
18	Federal Funds	328,484,800	328,656,500
19	TOTAL	385,445,500	389,837,600

20 **(1) Employment of Personnel:** Notwithstanding KRS 18A.115, the Department
21 of Education may fill, through memoranda of agreement, not more than 50 percent of its
22 existing authorized positions below the division director level with individuals employed
23 as school administrators and educators in Kentucky.

24 **(2) Employment of Leadership Personnel:** Notwithstanding KRS 18A.005 to
25 18A.200, the Kentucky Board of Education shall continue to have sole authority to
26 determine the employees of the Department of Education who are exempt from the
27 classified service and to set those employees' compensation comparable to the

competitive market.

(3) School Technology in Coal Counties: Notwithstanding KRS 42.4588(2) and (4), included in the above General Fund appropriation is \$1,750,000 in each fiscal year from the Local Government Economic Development Fund for the purpose of enhancing education technology in local school districts within coal-producing counties. The Commissioner of Education shall use the appropriation in this subsection to continue the Coal County Computing Program in conjunction with the Cabinet for Economic Development through its Department of Commercialization and Innovation.

(4) Debt Service: Included in the above General Fund appropriation is \$61,000 in fiscal year 2014-2015 and \$183,000 in fiscal year 2015-2016 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

(5) Education Technology Program: Included in the above General Fund appropriation is \$19,299,500 in fiscal year 2014-2015 and \$22,999,500 in fiscal year 2015-2016 for the Kentucky Education Technology System. Included in this appropriation is \$800,000 in fiscal year 2015-2016 for the Statewide IT Academy.

3. LEARNING AND RESULTS SERVICES

	2014-15	2015-16
General Fund	985,063,800	1,030,848,400
Restricted Funds	24,577,600	25,634,300
Federal Funds	559,363,000	559,730,700
TOTAL	1,569,004,400	1,616,213,400

(1) Kentucky Education Technology System: The School for the Deaf and the School for the Blind shall be fully eligible, along with local school districts, to participate in the Kentucky Education Technology System in a manner that takes into account the special needs of the students of these two schools.

(2) Family Resource and Youth Services Centers: Funds appropriated to establish and support Family Resource and Youth Services Centers shall be transferred in

1 fiscal year 2014-2015 and in fiscal year 2015-2016 to the Cabinet for Health and Family
2 Services consistent with KRS 156.496. The Cabinet for Health and Family Services is
3 authorized to use, for administrative purposes, no more than three percent of the total
4 funds transferred from the Department of Education for the Family Resource and Youth
5 Services Centers. If a certified person is employed as a director or coordinator of a Family
6 Resource and Youth Services Center, that person shall retain his or her status as a
7 certified employee of the school district.

8 If 70 percent or more of the funding level provided by the state is utilized to support
9 the salary of the director of a center, that center shall provide a report to the Cabinet for
10 Health and Family Services identifying the salary of the director. The Cabinet for Health
11 and Family Services shall transmit any reports received from Family Resource and Youth
12 Services Centers pursuant to this paragraph to the Legislative Research Commission.

13 **(3) Health Insurance:** Included in the above General Fund appropriation is
14 \$672,662,900 in fiscal year 2014-2015 and \$686,116,200 in fiscal year 2015-2016 for
15 employer contributions for health insurance and the contribution to the health
16 reimbursement account for employees waiving coverage.

17 **(4) Program Flexibility:** Notwithstanding KRS 157.3175(3) and (4) and
18 160.345(8) with regard to the state allocation for Professional Development, Extended
19 School Services, Instructional Resources, and Safe Schools, local school districts shall be
20 provided additional flexibility in the utilization of these funds. Local school districts shall
21 continue to address the governing statutes and serve the intended student population but
22 may utilize funds from these programs for general operating expenses in each year of the
23 biennium. Local school districts that utilize these funds for general operating expenses
24 shall report to the Kentucky Department of Education and the Interim Joint Committee on
25 Education on an annual basis the amount of each program funding utilized for general
26 operating expenses.

27 **(5) Publishing Requirements:** Notwithstanding KRS 160.463 and 424.220,

1 public availability of the school district's complete annual financial statement and the
2 school report card shall be made by publishing the documents in the newspaper of the
3 largest general circulation in the county, electronically on the Internet, or by printed copy
4 at a prearranged site at the main branch of the public library within the school district. If
5 publication on the Internet or by printed copy at the public library is chosen, the
6 superintendent shall be directed to publish notification in the newspaper of the largest
7 circulation in the county as to the location where the document can be viewed by the
8 public. The notification shall include the address of the library or the electronic address of
9 the Web site on the Internet where the documents can be viewed.

10 **(6) Coordination With Head Start:** Each local district shall work with Head
11 Start and other existing preschool programs to avoid duplication of services and
12 programs, to avoid supplanting federal funds, and to maximize Head Start funds in order
13 to serve as many four-year-old children as possible, and shall maintain certification from
14 the Head Start director that the Head Start Program is fully utilized. If a local district fails
15 to comply with the requirements of this subsection, the Commissioner of Education shall
16 withhold preschool funding for an amount equal to the number of Head Start-eligible
17 children served in the district who would have been eligible to be served by Head Start
18 under the full utilization certification required under this subsection. The Commissioner
19 of Education shall resolve any disputes and make a determination of the district's
20 compliance with the full utilization requirement. Notwithstanding KRS 157.3175(1)(a)
21 and (b) and 157.3175(4)(b), the Department of Education shall implement entrance age
22 requirements for preschool beginning in the 2014-2015 school year to align with the new
23 school entrance age requirements pursuant to KRS 158.030.

24 **(7) Commonwealth School Improvement Fund:** Notwithstanding KRS
25 158.805, the Commissioner of Education shall be authorized to use the Commonwealth
26 School Improvement Fund to provide support services to schools or to meet federal
27 requirements.

1 **(8) Use of Local District Capital Funds:** Notwithstanding KRS 157.420(4) and
2 (6), 157.440, and 157.621, a local board of education may submit a request to the
3 Commissioner of Education to utilize any capital funds, regardless of the source, for
4 general operating expenses in each fiscal year without forfeiting the district's eligibility to
5 participate in the School Facilities Construction Commission Program. Prior to August 1,
6 2014, the Kentucky Board of Education shall approve guidelines to be followed in
7 considering such requests from local boards of education.

8 **(9) Surplus Property:** Notwithstanding KRS 45.777, any funds received by the
9 Commonwealth from the disposal of any surplus property at the Kentucky School for the
10 Blind, the Kentucky School for the Deaf, and the FFA Leadership Training Center shall
11 be deposited in a separate restricted account for each facility and shall not be expended
12 without appropriation authority granted by the General Assembly.

13 **(10) Residential Youth-at-Risk Programs:** (a) Students enrolled in the Bluegrass
14 Challenge Academy and the Appalachian Youth Challenge Academy shall be included in
15 the student count used for determining the amount of state funding allocated to a local
16 school district through the Support Education Excellence in Kentucky (SEEK) Program.

17 (b) Students who are accepted for enrollment in either of the academies shall, on the
18 first day of attendance at the academy, enroll in the county school district in which the
19 academy is located. These students will be enrolled in the local school district for
20 attendance purposes only. The attendance records of these students shall not be included
21 in the Superintendent's Annual Attendance Report, and the local school district shall have
22 no responsibility for these students.

23 (c) Each academy shall report student attendance to the local school district on a
24 quarterly basis. The local school district shall calculate the amount of SEEK funds
25 generated by the students enrolled in the academy in the district and shall transmit these
26 funds to the academy on a semiannual basis.

27 (d) No later than July 1, 2014, the Commissioner of Education shall develop

1 procedures for local school districts to follow to accomplish the requirements of
2 paragraphs (b) and (c) of this subsection.

3 **(11) Advisory Council for Gifted and Talented Education:** Notwithstanding
4 KRS 158.648(1), a member of the State Advisory Council for Gifted and Talented
5 Education may be reappointed but shall not serve more than three consecutive terms.
6 Notwithstanding KRS 158.648(1), a member of the Kentucky Association for Gifted
7 Education shall be a voting member of the State Advisory Council for Gifted and
8 Talented Education.

9 **(12) Allocation of Safe School Funds:** Notwithstanding KRS 158.446, the Center
10 for School Safety shall develop and implement allotment policies for all moneys received
11 for the purposes of KRS 158.440, 158.441, 158.442, 158.445, and 158.446.

12 **(13) Allocations to School-Based Decision Making Councils:** Notwithstanding
13 KRS 160.345(6), for fiscal years 2014-2015 and 2015-2016, a local board of education
14 may reduce the allocations to individual schools within the district as outlined in 702
15 KAR 3:246, secs. 6, 7, and 8. The allocation under 702 KAR 3:246, sec. 6, shall not be
16 less than \$100 per pupil in average daily attendance.

17 **(14) Kentucky School for the Blind and Kentucky School for the Deaf:**
18 Included in the above General Fund appropriation is \$6,549,400 in fiscal year 2014-2015
19 and \$6,672,700 in fiscal year 2015-2016 for the Kentucky School for the Blind and
20 \$9,633,900 in fiscal year 2014-2015 and \$9,815,300 in fiscal year 2015-2016 for the
21 Kentucky School for the Deaf.

22 **(15) Learning and Results Services Programs:** Notwithstanding KRS 156.265,
23 included in the above General Fund appropriation are the following allocations for the
24 2014-2016 fiscal biennium, but no portion of these funds shall be utilized for state-level
25 administrative purposes:

26 (a) \$1,236,000 in each fiscal year for the ACT and WorkKeys testing;

27 (b) \$72,300 in each fiscal year for the Appalachian Learning Disabled Tutoring

1 Program;

2 (c) \$525,100 in each fiscal year for the Blind/Deaf Residential Travel Program;

3 (d) \$1,225,600 in each fiscal year for the Collaborative Center for Literacy

4 Development;

5 (e) \$1,358,800 in each fiscal year for the Commonwealth School Improvement

6 Fund;

7 (f) \$1,936,400 in each fiscal year for the Community Education Program;

8 (g) \$576,100 in each fiscal year for the Dropout Prevention Program;

9 (h) \$424,100 in each fiscal year for the Elementary Arts and Humanities Program;

10 (i) \$451,400 in each fiscal year for the Every1 Reads Program;

11 (j) \$19,105,900 in fiscal year 2014-2015 and \$25,510,700 in fiscal year 2015-

12 2016 for the Extended School Services Program;

13 (k) \$52,148,300 in each fiscal year for the Family Resource and Youth Services

14 Centers Program;

15 (l) \$227,900 in each fiscal year for the Georgia Chaffee Teenage Parent Program;

16 (m) \$6,622,300 in each fiscal year for the Gifted and Talented Program;

17 (n) \$328,800 in each fiscal year for the Leadership and Mentor Fund;

18 (o) \$1,483,700 in each fiscal year for the Local School District Life Insurance;

19 (p) \$5,353,600 in each fiscal year for the Mathematics Achievement Fund;

20 (q) \$339,200 in each fiscal year for the Middle School Academic Center;

21 (r) \$71,315,300 in fiscal year 2014-2015 and \$90,113,200 in fiscal year 2015-

22 2016 for the Preschool Program;

23 (s) \$8,848,800 in fiscal year 2014-2015 and \$11,927,700 in fiscal year 2015-2016

24 for the Professional Development Program;

25 (t) \$720,300 in each fiscal year for the Teacher's Professional Growth Fund;

26 (u) \$16,999,000 in each fiscal year for the Read to Achieve Program;

27 (v) \$7,267,800 in fiscal year 2014-2015 and \$10,378,300 in fiscal year 2015-2016

1 for the Safe Schools Program;

2 (w) \$941,400 in each fiscal year for the Save the Children/Rural Literacy
3 Program;

4 (x) \$3,646,200 in each fiscal year for the School Food Services;

5 (y) \$10,096,500 in each fiscal year for the State Agency Children Program;

6 (z) \$1,400,800 in each fiscal year for the Teacher Academies Program;

7 (aa) \$16,700,000 in each fiscal year for Instructional Resources;

8 (ab) \$1,338,200 in each fiscal year for the Teacher Recruitment and Retention
9 Program-Educator Quality and Diversity;

10 (ac) \$700,300 in each fiscal year for the Virtual Learning Program;

11 (ad) \$534,300 in each fiscal year for the Writing Program;

12 (ae) \$100,000 in each fiscal year for the Lexington Hearing and Speech Center,

13 (af) \$100,000 in each fiscal year for the Heuser Hearing and Language Academy;

14 (ag) \$100,000 in each fiscal year for the Visually Impaired Preschool Services
15 program; and

16 (ah) \$800,000 in fiscal year 2014-2015 and \$1,200,000 in fiscal year 2015-2016
17 for AdvanceKentucky.

18 **(16) Participation in the Education Technology Program by Area Vocational**
19 **Education Centers:** Area Vocational Education Centers shall be fully eligible to
20 participate in the Kentucky Education Technology System. Notwithstanding KRS
21 157.650, 157.655, 157.660, and 157.665, the School Facilities Construction Commission,
22 in consultation with the Kentucky Board of Education and the Department of Education,
23 shall develop administrative regulations which identify a methodology by which the
24 average daily attendance for Area Vocational Education Centers may be equated to the
25 average daily attendance of other local school districts in order that they may receive their
26 respective distributions of these funds. The School Facilities Construction Commission
27 shall include Area Vocational Education Centers in any offers of assistance to local

1 school districts for technology assistance during the 2014-2016 fiscal biennium.

2 **(17) Transfer of State-Operated Secondary Vocational Education and**
3 **Technology Centers:** (a) Notwithstanding KRS 151B.035, 151B.040, 151B.045,
4 151B.050, 151B.055, and 151B.070, effective at the beginning of fiscal year 2014-2015,
5 a local board of education may submit a request to the Executive Director of the Office of
6 Career and Technical Education to assume authority for the management and control of a
7 state-operated secondary vocational education and technology center. Upon agreement
8 between the Executive Director of the Office of Career and Technical Education and the
9 local board of education for the transfer of a state-operated secondary vocational
10 education and technology center, all personnel, equipment, and supplies shall be
11 transferred to the local board of education and shall only be utilized for the operation of
12 the locally operated vocational center. The transfer of management and control of the
13 secondary area vocational education and technology center shall be considered a
14 permanent transfer to the local district.

15 (b) A certified employee who is affected by a transfer to the local board of
16 education under paragraph (a) of this subsection shall be granted a one year limited
17 contract by the local board of education and shall be employed on the local district salary
18 schedule. A classified employee shall be guaranteed employment equal to his or her
19 present status for at least one complete school term. A transferred employee shall be
20 provided the benefits of comparable employees in the district and shall be subject to all
21 rules and policies of the local board of education, including but not limited to disciplinary
22 and personnel actions that are the same as those that may be exercised by the district for
23 any other employee in the district during a contract period.

24 (c) A transferred employee who has accrued annual leave and compensatory time
25 shall be paid a lump sum for the accrued time at the effective date of the transfer by the
26 Office of Career and Technical Education. The employee shall be granted credit for
27 accrued sick leave up to the maximum allowed for transfers for teachers between school

1 districts. Sick leave credit shall be awarded to a classified employee based on the local
2 board policy. Any excess sick leave that a classified or certified employee has earned that
3 the district will not accept in the transfer may be requested to be held in escrow by the
4 appropriate state personnel system under KRS Chapter 18A or 151B, and the sick leave
5 balance shall be restored to the employee if the employee returns to a state government
6 position.

7 (d) An employee who is to be transferred to a local board of education under
8 provisions of this subsection but who chooses not to accept a one-year limited contract
9 with the board shall be separated from the state system and the employee's position shall
10 be abolished. The employee may apply for any state position for which the employee is
11 qualified but shall not be granted priority over other applicants for a position because the
12 employee's position was abolished due to a transfer of the vocational education and
13 technology center. An employee who refuses a contract with the local board shall be
14 provided a lump-sum payment for accrued annual leave and compensatory time, and the
15 employee's sick leave balance shall be placed in escrow by the appropriate state personnel
16 system under KRS Chapter 18A or 151B. The sick leave balance shall be restored to the
17 employee if the employee returns to a state government position.

18 (e) A certified employee, other than a principal, who has earned continuing status
19 in the state certified personnel system under KRS Chapter 151B may be granted tenure
20 under the provisions of KRS 161.740(1)(c). A principal may be granted tenure as a
21 teacher, but the provisions relating to demotion of the principal under KRS 161.765 shall
22 apply.

23 (f) An employee of the Office of Career and Technical Education who is
24 transferred to the local school district and who occupies a position covered by the
25 Kentucky Teachers' Retirement System shall remain in the Teachers' Retirement System.

26 (g) General Fund moneys previously appropriated to the Office of Career and
27 Technical Education for support of the transferred state-operated vocational technical

1 school shall be appropriated to the Kentucky Department of Education for support of the
2 local board of education center operations effective at the beginning of fiscal year 2014-
3 2015. In addition, the local board of education shall receive 100 percent of the Support
4 Education Excellence in Kentucky (SEEK) Program funds from the Kentucky
5 Department of Education that are generated from students enrolled in the center.

6 **(18) Transfer of Locally Operated Secondary Vocational Education and**
7 **Technology Centers:** (a) Effective at the beginning of fiscal year 2014-2015, a local
8 board of education that has operated a career and technical center for at least five years
9 may submit a request to the Executive Director of the Office of Career and Technical
10 Education to relinquish authority for the management and control of the career and
11 technical center to the Office of Career and Technical Education. Upon agreement
12 between the Executive Director of the Office of Career and Technical Education and the
13 local board of education for the transfer of a locally operated career and technical center,
14 the local board of education shall transfer all personnel, equipment, and supplies to the
15 Office of Career and Technical Education.

16 (b) A certified employee who is affected by a transfer to the Office of Career and
17 Technical Education under paragraph (a) of this subsection shall be granted the same
18 status by the Office of Career and Technical Education as he or she had at the close of
19 employment with the local board of education and shall be employed on the state salary
20 schedule. A classified employee shall be guaranteed employment equal to his or her status
21 in the local school district for at least one complete school term. A transferred employee
22 shall be provided the benefits of comparable employees in the Office of Career and
23 Technical Education and shall be subject to all rules and policies of the Office of Career
24 and Technical Education, including but not limited to disciplinary and personnel actions
25 that are the same as those that may be exercised by the Office for any other employee of
26 the Commonwealth during a contract period.

27 (c) A certified employee shall be granted credit for accrued sick leave by the

1 Office of Career and Technical Education up to the maximum allowed for transfers for
2 teachers between school districts. The Office of Career and Technical Education shall
3 award sick leave credit to a classified employee based on the sick leave accumulated in
4 the local district. Any excess sick leave that a classified or certified employee earned that
5 had been held in escrow by the appropriate state personnel system under KRS Chapter
6 18A or 151B when transfer was made to the local board of education shall be restored to
7 the employee.

8 (d) An employee who is to be transferred to the Office of Career and Technical
9 Education under the provisions of this subsection but who chooses not to accept
10 employment with the Commonwealth shall be separated from the local board of
11 education and the employee's position shall be abolished. The employee may apply for
12 any local board of education or state position for which the employee is qualified but
13 shall not be granted priority over other applicants for a position because the employee's
14 position was abolished due to a transfer of the area vocational education and technical
15 center.

16 (e) A certified employee, other than a principal, who has earned continuing status
17 in the local school district under KRS 161.740(1), shall be granted continuing status
18 under the provisions of KRS 151B.055. A principal may be granted continuing status as a
19 teacher, but the provisions relating to demotion under KRS 151B.055(8) shall apply.

20 (f) An employee of a local board of education who is transferred to the Office of
21 Career and Technical Education and who occupies a position covered by the Kentucky
22 Teachers' Retirement System shall remain in the Kentucky Teachers' Retirement System.

23 (g) General Fund moneys previously appropriated to a local board of education
24 for support of the career and technical center shall be appropriated to the Office of Career
25 and Technical Education. In addition, the Office of Career and Technical Education shall
26 receive 100 percent of the Support Education Excellence in Kentucky (SEEK) Program
27 funds from the Kentucky Department of Education that are generated from students

1 enrolled in the career and technical center.

2 **(19) Regional Collaborative Career Academy:** (a) Included in the above
3 appropriation is \$250,000 in fiscal year 2014-2015 for planning for the establishment of a
4 Regional Collaborative Career Academy. This academy is a collaborative effort of the
5 Carroll County Schools, Gallatin County Schools, Henry County Schools, Owen County
6 Schools, and Trimble County Schools. Funds will be distributed to the school district
7 selected to serve as the fiscal agent.

8 (b) The funds shall be utilized by the five districts to develop a governance,
9 financing, and staffing structure for the collaborative school; to consult with parents,
10 students, and regional employers to develop career pathway programs of study linked to
11 regional, high-growth, high-demand job sectors; to develop a curriculum framework; and
12 to establish targets for increasing the number of students within their districts who meet
13 Kentucky's College and Career Readiness benchmarks and who pursue postsecondary
14 education and industry certification.

15 (c) The districts shall consult with the Kentucky Department of Education's
16 Office of Career and Technical Education throughout the planning process to ensure
17 plans for the collaborative school are aligned with state statutes and regulations and the
18 Office's plans for improving Career and Technical Education throughout Kentucky.

19 (d) The districts shall coordinate with the Kentucky Department of Education, the
20 Kentucky Council on Postsecondary Education, the Kentucky Community and Technical
21 College System, the Kentucky Cabinet for Education and Workforce Development, and
22 the Kentucky Cabinet for Economic Development to establish a Regional Advisory
23 Committee that includes the school district superintendents, industry partners, community
24 college and university representatives, economic developers, regional Workforce
25 Investment Boards, elected representatives of their communities, parents, and students.

26 (e) The districts shall convene the Regional Advisory Committee to advise them
27 on development of the Collaborative Career Academy; to align program offerings with

1 employer and workforce needs; to ensure the career pathway programs offered lead to
 2 work-based learning and postsecondary study; and to provide ongoing consultation and
 3 evaluation.

4 (f) The districts may utilize the funds appropriated to obtain assistance with plan
 5 development and coordination of the Regional Advisory Committee and other planning
 6 activities.

7 (g) The five districts shall provide quarterly, written progress reports to the
 8 Kentucky Department of Education and present a report on utilization of the funds and
 9 the plans developed to the Interim Joint Committee on Appropriations and Revenue and
 10 the Interim Joint Committee on Education no later than December 1, 2014.

11 **(20) College/Career Readiness:** Included in the above General Fund
 12 appropriation is \$3,000,000 in each fiscal year for additional staffing at
 13 vocational/technical schools.

14 **(21) Teach for America:** Included in the above General Fund appropriation is
 15 \$250,000 in each fiscal year for Teach for America.

16 **(22) Funding for Employer Health and Life Insurance:** If the costs for health
 17 insurance or life insurance coverage for employees of local school districts exceed the
 18 levels of appropriated funds, any unexpended Support Education Excellence in Kentucky
 19 appropriations may be used to offset the unbudgeted costs. Any transfer shall be subject
 20 to the approval of the Governor upon the written recommendation of the State Budget
 21 Director pursuant to the written request of the Commissioner of Education. The per-
 22 month, per-employee administrative assessment shall be remitted to the Personnel
 23 Cabinet by the Department of Education from the General Fund appropriation for local
 24 school district health and life insurance. Any necessary transfer under this subsection
 25 shall be before any transfer to the Kentucky Teachers' Retirement System pursuant to Part
 26 I, C., 1., (2) of this Act.

27 **TOTAL - DEPARTMENT OF EDUCATION**

1		2014-15	2015-16
2	General Fund	4,006,095,500	4,093,244,600
3	Restricted Funds	32,777,300	33,909,800
4	Federal Funds	887,847,800	888,387,200
5	TOTAL	4,926,720,600	5,015,541,600

6 **D. EDUCATION AND WORKFORCE DEVELOPMENT CABINET**

7 **Budget Units**

8 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

9		2014-15	2015-16
10	General Fund	4,434,100	4,750,100
11	Restricted Funds	5,131,300	5,398,300
12	Federal Funds	659,800	340,500
13	TOTAL	10,225,200	10,488,900

14 **(1) Governor's Scholars Program:** Included in the above General Fund
15 appropriation is \$1,968,600 in fiscal year 2014-2015 and \$1,970,400 in fiscal year 2015-
16 2016 for the Governor's Scholars Program.

17 **(2) Kentucky Center for Education and Workforce Statistics:** Included in the
18 above General Fund appropriation is \$250,000 in fiscal year 2015-2016 to support the
19 Kentucky Center for Education and Workforce Statistics (KCEWS).

20 **2. PROPRIETARY EDUCATION**

21		2014-15	2015-16
22	Restricted Funds	272,300	283,100

23 **3. DEAF AND HARD OF HEARING**

24		2014-15	2015-16
25	General Fund	861,300	883,200
26	Restricted Funds	1,109,200	1,109,200
27	TOTAL	1,970,500	1,992,400

4. KENTUCKY EDUCATIONAL TELEVISION

	2013-14	2014-15	2015-16
General Fund	-0-	13,037,900	13,245,000
Restricted Funds	930,500	1,451,000	1,451,000
TOTAL	930,500	14,488,900	14,696,000

5. ENVIRONMENTAL EDUCATION COUNCIL

	2014-15	2015-16
Restricted Funds	239,900	242,400

(1) Environmental Education Council: Notwithstanding KRS 224.43-505(2)(b), the Council may use interest received to support the operations of the Council.

6. LIBRARIES AND ARCHIVES

a. General Operations

	2013-14	2014-15	2015-16
General Fund	-0-	6,118,300	6,217,500
Restricted Funds	777,900	3,482,700	2,279,700
Federal Funds	-0-	2,148,000	2,225,400
TOTAL	777,900	11,749,000	10,722,600

b. Direct Local Aid

	2014-15	2015-16
General Fund	6,325,900	6,325,900
Restricted Funds	895,700	895,700
Federal Funds	556,600	514,500
TOTAL	7,778,200	7,736,100

(1) Per Capita Grants: Notwithstanding KRS 171.201(2)(b), the department shall distribute the per capita grants within the available appropriated amounts.

(2) Local Records Grant Program: Notwithstanding KRS 142.010(5), included in the above General Fund appropriation are amounts for the Local Records Grant

1 Program.

2 **(3) Collaboration with Public Entities:** The Department for Libraries and
3 Archives shall collaborate with Kentucky's public colleges, universities, and libraries to
4 explore alternatives to meet the archival needs of the Commonwealth.

5 **(4) Public Libraries Facilities Construction:** Included in the above General
6 Fund appropriation is \$1,000,000 in each fiscal year for the Public Libraries Facilities
7 Construction Fund. Notwithstanding the provisions of KRS 171.027 and 725 KAR
8 2:015, local public libraries that currently own property, have debt service obligations, or
9 are actively engaged in a construction project and have not been able to secure assistance
10 from this fund due to lack of available funds shall be permitted to apply for grant funds
11 during the 2014-2016 fiscal biennium.

12 **TOTAL - LIBRARIES AND ARCHIVES**

13		2013-14	2014-15	2015-16
14	General Fund	-0-	12,444,200	12,543,400
15	Restricted Funds	777,900	4,378,400	3,175,400
16	Federal Funds	-0-	2,704,600	2,739,900
17	TOTAL	777,900	19,527,200	18,458,700

18 **7. OFFICE FOR THE BLIND**

19		2014-15	2015-16
20	General Fund	1,385,100	1,413,700
21	Restricted Funds	1,176,100	1,093,800
22	Federal Funds	7,242,700	7,377,400
23	TOTAL	9,803,900	9,884,900

24 **(1) Accessible Electronic Information Service Program:** Included in the above
25 General Fund appropriation is \$40,000 in each fiscal year for the Accessible Electronic
26 Information Service Program.

27 **8. EMPLOYMENT AND TRAINING**

1		2014-15	2015-16
2	Restricted Funds	30,158,300	30,158,300
3	Federal Funds	1,123,935,300	1,127,507,300
4	TOTAL	1,154,093,600	1,157,665,600

5 **9. VOCATIONAL REHABILITATION**

6		2014-15	2015-16
7	General Fund	11,585,200	11,709,100
8	Restricted Funds	3,140,000	3,301,700
9	Federal Funds	44,567,600	45,251,900
10	TOTAL	59,292,800	60,262,700

11 **(1) Interpreter Services:** Included in the above General Fund appropriation is
 12 \$431,100 in each fiscal year to provide accessibility services for deaf and hard of hearing
 13 students in postsecondary education institutions.

14 **10. EDUCATION PROFESSIONAL STANDARDS BOARD**

15		2014-15	2015-16
16	General Fund	7,307,100	7,361,300
17	Restricted Funds	1,722,900	750,100
18	Federal Funds	201,400	205,300
19	TOTAL	9,231,400	8,316,700

20 **(1) Employment of Leadership Personnel:** Notwithstanding KRS 18A.005 to
 21 18A.200, the Education Professional Standards Board shall have the sole authority to
 22 determine the employees of the Education Professional Standards Board staff who are
 23 exempt from the classified service and to set their compensation comparable to the
 24 competitive market.

25 **(2) Kentucky Teacher Internship Program:** Notwithstanding KRS 161.030(7),
 26 the Education Professional Standards Board shall set the minimum number of hours for
 27 the activities set forth in KRS 161.030(7), subject to the availability of appropriations.

(3) **Kentucky Principal Internship Program:** Notwithstanding KRS 161.027, no funds are provided in the above appropriations for the operational costs of the Kentucky Principal Internship Program.

TOTAL - EDUCATION AND WORKFORCE DEVELOPMENT CABINET

	2013-14	2014-15	2015-16
General Fund	-0-	51,054,900	51,905,800
Restricted Funds	1,708,400	48,779,400	46,963,300
Federal Funds	-0-	1,179,311,400	1,183,422,300
TOTAL	1,708,400	1,279,145,700	1,282,291,400

E. ENERGY AND ENVIRONMENT CABINET

Budget Units

1. SECRETARY

	2014-15	2015-16
General Fund	3,290,600	3,244,400
Restricted Funds	1,193,600	1,298,300
Federal Funds	1,075,100	1,046,400
TOTAL	5,559,300	5,589,100

(1) **Administrative Support:** Any entities administratively attached to the Energy and Environment Cabinet may receive support from the appropriate budgetary unit(s) of the cabinet.

2. ENVIRONMENTAL PROTECTION

	2014-15	2015-16
General Fund	21,417,700	21,846,400
Restricted Funds	69,683,300	70,010,200
Federal Funds	23,702,400	23,230,900
Road Fund	316,400	320,900
TOTAL	115,119,800	115,408,400

1 **(1) Municipal Solid Waste Landfill Inspectors:** Notwithstanding KRS 224.43-
 2 320, no funds are provided in the above appropriations for the assignment of full-time
 3 inspectors to each municipal solid waste landfill operating in the Commonwealth.

4 **(2) Debt Service:** Included in the above General Fund appropriation is \$27,000 in
 5 fiscal year 2015-2016 for new debt service to support new bonds as set forth in Part II,
 6 Capital Projects Budget, of this Act.

7 **(3) Kentucky Pride Program:** Included in the above Restricted Funds
 8 appropriation is \$14,750,000 in each fiscal year for the Kentucky Pride Program.

9 **3. NATURAL RESOURCES**

10		2013-14	2014-15	2015-16
11	General Fund (Tobacco)	-0-	6,000,000	-0-
12	General Fund	742,600	32,882,900	33,579,600
13	Restricted Funds	-0-	16,431,700	16,342,400
14	Federal Funds	-0-	56,091,300	56,453,100
15	TOTAL	742,600	111,405,900	106,375,100

16 **(1) Emergency Forest Fire Suppression:** Not less than \$240,000 of the above
 17 General Fund appropriation for each fiscal year shall be set aside for emergency forest
 18 fire suppression. There is appropriated from the General Fund the necessary funds,
 19 subject to the conditions and procedures provided in this Act, which are required as a
 20 result of emergency fire suppression activities in excess of \$240,000. Fire suppression
 21 costs in excess of \$240,000 annually shall be deemed necessary government expenses and
 22 shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget
 23 Reserve Trust Fund Account (KRS 48.705).

24 **(2) Mine Safety:** Notwithstanding KRS 42.4592, included in the above General
 25 Fund appropriation is \$3,219,800 in each fiscal year from the Local Government
 26 Economic Development Fund for the Office of Mine Safety and Licensing.
 27 Notwithstanding KRS 351.140, the number of mandatory mine safety inspections to be

carried out by the Office of Mine Safety and Licensing shall be equal to the number of mine safety inspections required annually by the Mine Safety and Health Administration.

(3) Conservation Districts: Included in the above General Fund appropriation is \$950,000 in each fiscal year for the Division of Conservation to provide direct aid to local conservation districts.

(4) Forestry Tree Nurseries: Included in the above Restricted Funds appropriation is \$250,000 in each fiscal year for the Department of Natural Resources' tree nursery programs in Morgan County and Marshall County.

(5) Division of Oil and Gas: Notwithstanding KRS 42.4588, included in the above Restricted Funds appropriation is \$25,000 in each fiscal year for the Division of Oil and Gas within the Department for Natural Resources for an update of the Best Practices Manual.

4. ENERGY DEVELOPMENT AND INDEPENDENCE

	2014-15	2015-16
General Fund	1,344,000	1,356,600
Restricted Funds	2,549,500	1,847,400
Federal Funds	622,000	580,200
TOTAL	4,515,500	3,784,200

(1) Energy Research and Development: (a) Notwithstanding KRS 42.4588, included in the above Restricted Funds appropriation is \$1,584,500 in fiscal year 2014-2015 and \$1,423,800 in fiscal year 2015-2016, which shall be used, except as specified in paragraph (b) of this subsection, for research and commercialization projects including clean coal, new combustion technology, thin-seam coal extraction safety, tracking and communication devices, coal slurry disposal, synthetic natural gas produced from coal through gasification processes, and the development of alternative transportation fuels produced by processes that convert coal or biomass resources or extract oil from oil shale, and other coal research and shall be targeted solely to Kentucky's Local Government

Economic Development Fund-eligible counties. The Department for Energy Development and Independence shall coordinate its efforts with those of Kentucky's universities and related Kentucky Community and Technical College System programs in order to maximize Kentucky's opportunities for federal funding and receive research grants and awards from federal and other sources of funding for the development of clean coal technology, coal-to-liquid-fuel conversion, alternate transportation fuels, and biomass energy resources.

(b) Included in the Restricted Funds appropriation in paragraph (a) of this subsection is \$1,000,000 in each fiscal year which shall not be expended unless matched with federal or private funds for the purpose of supporting research and development activities at the University of Kentucky Center for Applied Energy Research.

5. KENTUCKY NATURE PRESERVES COMMISSION

	2014-15	2015-16
General Fund	1,061,700	1,086,400
Restricted Funds	369,900	357,400
Federal Funds	55,000	56,200
TOTAL	1,486,600	1,500,000

6. PUBLIC SERVICE COMMISSION

	2014-15	2015-16
General Fund	17,000,000	17,000,000
Restricted Funds	223,100	223,100
Federal Funds	227,700	236,900
TOTAL	17,450,800	17,460,000

(1) Debt Service: Included in the above General Fund appropriation is \$589,000 in each fiscal year for debt service for previously issued bonds.

(2) Lapse of General Fund Appropriation Balance: Notwithstanding KRS 278.150(3), \$7,213,600 in fiscal year 2014-2015 and \$7,068,000 in fiscal year 2015-2016

1 shall lapse to the credit of the General Fund.

2 **(3) Water Districts and Water Associations:** A water district created pursuant
 3 to KRS Chapter 74 and a water association formed under KRS Chapter 273 that
 4 undertakes a waterline extension or improvement project shall not be required to obtain a
 5 certificate of public convenience and necessity, notwithstanding KRS 278.020(1), if the
 6 water district or water association is a Class A or B utility as defined in the Uniform
 7 System of Accounts established by the Public Service Commission, pursuant to KRS
 8 278.220, as the system of accounts prescribed for utilities in Kentucky, and either: (a) The
 9 water line extension or improvement project will not cost in excess of \$500,000; or (b)
 10 The water district or water association will not, as a result of the water line extension or
 11 improvement project, incur obligations requiring Public Service Commission approval
 12 pursuant to KRS 278.300. In either case, the water district or water association shall not,
 13 as a result of the water line extension or improvement project, increase rates to its
 14 customers.

15 **TOTAL - ENERGY AND ENVIRONMENT CABINET**

	2013-14	2014-15	2015-16
16 General Fund (Tobacco)	-0-	6,000,000	-0-
17 General Fund	742,600	76,996,900	78,113,400
18 Restricted Funds	-0-	90,451,100	90,078,800
19 Federal Funds	-0-	81,773,500	81,603,700
20 Road Fund	-0-	316,400	320,900
21 TOTAL	742,600	255,537,900	250,116,800

22 **F. FINANCE AND ADMINISTRATION CABINET**

23 **Budget Units**

24 **1. GENERAL ADMINISTRATION**

	2014-15	2015-16
25 General Fund	9,794,100	10,416,900

1	Restricted Funds	33,301,200	35,014,200
2	Federal Funds	3,177,000	3,177,000
3	Road Fund	422,900	429,000
4	TOTAL	46,695,200	49,037,100

5 **(1) Debt Service:** Included in the above General Fund appropriation is
6 \$1,271,500 in fiscal year 2014-2015 and \$3,083,000 in fiscal year 2015-2016 for new
7 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
8 Act.

9 **(2) State Motor Vehicle Fleet:** The Secretary of the Finance and Administration
10 Cabinet shall restrict permanently assigned vehicles to only Constitutional Officers, the
11 Court of Justice, Executive Cabinet Secretaries, law enforcement, or for other public
12 safety purposes. A report listing the recipients of permanently assigned vehicles from the
13 State Motor Vehicle Fleet shall be submitted to the Interim Joint Committee on
14 Appropriations and Revenue by August 1 of each fiscal year.

15 **(3) Kentucky State University Health Initiative Trust Fund:** Included in the
16 above General Fund appropriation is \$50,000 in fiscal year 2014-2015 for the Kentucky
17 State University health initiative trust fund.

18 **(4) Rupp Arena/Lexington Convention Center:** Included in the above General
19 Fund appropriation is \$1,500,000 in fiscal year 2014-2015 for the Rupp Arena/Lexington
20 Convention Center project. The Lexington-Fayette Urban County Government shall
21 provide a cash match of \$1,500,000 prior to any funds being disbursed. These funds are
22 provided for expenses including architect and engineering fees, preconstruction planning,
23 development, and other appropriate costs associated with the project. This permits all
24 parties involved to finalize a viable financing plan. It is the intent of the General
25 Assembly to advance this project when all financing components of the project are
26 identified, secured, and in the public domain. There are sufficient dollars in the Budget
27 Reserve Trust Fund Account (KRS 48.705) to support debt service on any such project

1 authorized by the General Assembly during the 2014-2016 fiscal biennium.

2 **2. CONTROLLER**

3		2014-15	2015-16
4	General Fund	5,914,100	5,984,000
5	Restricted Funds	8,855,000	9,082,400
6	TOTAL	14,769,100	15,066,400

7 **(1) Social Security Contingent Liability Fund:** Any expenditures that may be
 8 required by KRS 61.470 are hereby deemed necessary government expenses and shall be
 9 paid first from the General Fund Surplus Account (KRS 48.700), if available, or from any
 10 available balance in the Budget Reserve Trust Fund Account (KRS 48.705), subject to the
 11 conditions and procedures provided in this Act.

12 **3. DEBT SERVICE**

13		2014-15	2015-16
14	General Fund (Tobacco)	30,570,000	30,657,000
15	General Fund	425,439,600	424,920,500
16	TOTAL	456,009,600	455,577,500

17 **(1) General Fund (Tobacco) Debt Service Lapse:** Notwithstanding Part X (4)
 18 of this Act, \$2,179,500 in fiscal year 2014-2015 and \$2,179,500 in fiscal year 2015-2016
 19 shall lapse.

20 **4. FACILITIES AND SUPPORT SERVICES**

21		2014-15	2015-16
22	General Fund	5,618,900	6,129,300
23	Restricted Funds	42,084,600	42,398,800
24	TOTAL	47,703,500	48,528,100

25 **(1) Debt Service:** Included in the above General Fund appropriation is \$274,000
 26 in fiscal year 2014-2015 and \$673,500 in fiscal year 2015-2016 for new debt service to
 27 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

1 **5. COUNTY COSTS**

2		2014-15	2015-16
3	General Fund	15,897,000	15,897,000
4	Restricted Funds	1,702,500	1,702,500
5	TOTAL	17,599,500	17,599,500

6 **(1) County Costs:** Funds required to pay county costs are appropriated and
7 additional funds may be allotted from the General Fund Surplus Account (KRS 48.700)
8 or the Budget Reserve Trust Fund Account (KRS 48.705) by the Secretary of the Finance
9 and Administration Cabinet, subject to the conditions and procedures provided in this
10 Act.

11 **(2) Reimbursement to Sheriffs' Offices for Court Security Services:**
12 Notwithstanding KRS 64.092(6), the sheriff or other law enforcement officer serving a
13 Circuit or District Court shall be compensated at the rate of \$9 per hour of service.

14 **6. COMMONWEALTH OFFICE OF TECHNOLOGY**

15		2014-15	2015-16
16	Restricted Funds	137,028,000	137,504,500
17	Federal Funds	1,991,000	1,991,000
18	TOTAL	139,019,000	139,495,500

19 **(1) Computer Services Fund Receipts:** The Secretary of the Finance and
20 Administration Cabinet shall provide a listing of fee receipts from the Executive, Judicial,
21 and Legislative Branches of government itemized by appropriation units, cost allocation
22 methodology, and a report detailing the rebate of excess fee receipts to the agencies to the
23 Interim Joint Committee on Appropriations and Revenue by August 1 of each fiscal year.

24 **7. REVENUE**

25		2014-15	2015-16
26	General Fund (Tobacco)	250,000	250,000
27	General Fund	86,332,200	87,642,700

1	Restricted Funds	14,064,800	11,479,500
2	Road Fund	2,912,800	2,970,600
3	TOTAL	103,559,800	102,342,800

4 **(1) Operations of Revenue:** Notwithstanding KRS 132.672, 134.552(2),
5 136.652, and 365.390(2), funds may be expended in support of the operations of the
6 Department of Revenue.

7 **8. PROPERTY VALUATION ADMINISTRATORS**

8		2014-15	2015-16
9	General Fund	42,342,900	43,555,500

10 **(1) Management of Expenditures:** Notwithstanding KRS 132.590 and 132.597,
11 the property valuation administrators are authorized to take necessary actions to manage
12 expenditures within the appropriated amounts contained in this Act.

13 **TOTAL - FINANCE AND ADMINISTRATION CABINET**

14		2014-15	2015-16
15	General Fund (Tobacco)	30,820,000	30,907,000
16	General Fund	591,338,800	594,545,900
17	Restricted Funds	237,036,100	237,181,900
18	Federal Funds	5,168,000	5,168,000
19	Road Fund	3,335,700	3,399,600
20	TOTAL	867,698,600	871,202,400

21 **G. HEALTH AND FAMILY SERVICES CABINET**

22 **Budget Units**

23 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

24		2014-15	2015-16
25	General Fund	28,450,600	29,028,600
26	Restricted Funds	13,865,600	16,900,200
27	Federal Funds	50,572,900	42,809,700

1	TOTAL	92,889,100	88,738,500
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2 **(1) Human Services Transportation Delivery:** Notwithstanding KRS 281.014,
3 the Kentucky Works Program shall not participate in the Human Services Transportation
4 Delivery Program or the Coordinated Transportation Advisory Committee.

5 **(2) Debt Service:** Included in the above General Fund appropriation is \$105,000
6 in fiscal year 2014-2015 and \$315,000 in fiscal year 2015-2016 for new debt service to
7 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

8 **(3) Federally Funded Positions:** Notwithstanding KRS 18A.010(2) and any
9 provisions of this Act to the contrary, direct service units of the Office of Inspector
10 General, Department for Income Support, Commission for Children with Special Health
11 Care Needs, Department for Community Based Services, Department for Behavioral
12 Health, Developmental and Intellectual Disabilities, and the Department for Public Health
13 shall be authorized to establish and fill such positions that are 100 percent federally
14 funded for salary and fringe benefits.

15 **(4) Reallocation of Appropriations Among Budget Units:** The Secretary of the
16 Cabinet for Health and Family Services shall operate the Cabinet within the
17 appropriations for the Cabinet authorized in this Act. The Secretary may request a
18 revision or reallocation among the departments and offices of the Cabinet up to ten
19 percent of the General Fund or Restricted Funds appropriations contained in Part I,
20 Operating Budget, of this Act for fiscal years 2014-2015 and 2015-2016 for approval by
21 the State Budget Director. No request shall relate to moneys in a fiduciary fund account.
22 A request shall explain the need and use for the transfer authority under this subsection.

23 **2. COMMISSION FOR CHILDREN WITH SPECIAL HEALTH CARE**
24 **NEEDS**

25		2014-15	2015-16
26	General Fund	5,401,500	5,587,200
27	Restricted Funds	6,970,800	6,970,800

1	Federal Funds	4,566,100	4,566,100
2	TOTAL	16,938,400	17,124,100

3. MEDICAID SERVICES

a. Medicaid Administration

5		2014-15	2015-16
6	General Fund	33,314,500	33,398,600
7	Restricted Funds	16,770,300	17,400,000
8	Federal Funds	77,311,300	77,709,900
9	TOTAL	127,396,100	128,508,500

(1) **Transfer of Excess Administrative Funds for Medicaid Benefits:** If any portion of the above General Fund appropriation in either fiscal year is deemed to be in excess of the necessary expenses for administration of the Department, the amount may be used for Medicaid Benefits in accordance with statutes governing the functions and activities of the Department for Medicaid Services. In no instance shall these excess funds be used without prior written approval of the State Budget Director to:

- (a) Establish a new program;
- (b) Expand the services of an existing program; or
- (c) Increase rates or payment levels in an existing program.

Any transfer authorized under this subsection shall be approved by the Secretary of the Finance and Administration Cabinet upon recommendation of the State Budget Director.

(2) **Medicaid Service Category Expenditure Information:** No Medicaid managed care contract shall be valid and no payment to a Medicaid managed care vendor by the Finance and Administration Cabinet or the Cabinet for Health and Family Services shall be made, unless the Medicaid managed care contract contains a provision that the contractor shall collect Medicaid expenditure data by the categories of services paid for by the Medicaid Program. Actual statewide Medicaid expenditure data by all categories

1 of Medicaid services including mandated and optional Medicaid services, special
 2 expenditures/offsets, and Disproportionate Share Hospital payments by type of hospital,
 3 shall be compiled by the Department for Medicaid Services for all Medicaid providers
 4 and forwarded to the Interim Joint Committee on Appropriations and Revenue on a
 5 quarterly basis. Projections of Medicaid expenditures by categories of Medicaid services
 6 shall be provided to the Interim Joint Committee on Appropriations and Revenue upon
 7 request.

8 **b. Medicaid Benefits**

9		2013-14	2014-15	2015-16
10	General Fund	-0-	1,525,524,400	1,578,193,200
11	Restricted Funds	55,911,100	500,154,700	466,936,000
12	Federal Funds	751,450,800	5,914,098,100	6,217,178,100
13	TOTAL	807,361,900	7,939,777,200	8,262,307,300

14 **(1) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
 15 KRS 45.229, any General Fund appropriation unexpended in fiscal year 2013-2014 and
 16 fiscal year 2014-2015 shall not lapse but shall be carried forward into the next fiscal year.

17 **(2) Disproportionate Share Hospital Program:** Hospitals shall report indigent
 18 inpatient and outpatient care for which, under federal law, the hospital is eligible to
 19 receive disproportionate share payments. Disproportionate Share Hospital payments shall
 20 equal the maximum amounts established by federal law. Notwithstanding KRS 205.641,
 21 the disproportionate share factor for hospitals in fiscal years 2014-2015 and 2015-2016
 22 shall be the same disproportionate share factor for the hospitals established as the final
 23 fiscal year 2013-2014 disproportionate share factor. In the interim, based upon the Center
 24 for Medicare and Medicaid Services' revised rules for the Disproportionate Share
 25 Hospital Program, the hospitals shall work with the Cabinet for Health and Family
 26 Services to develop or select a method for determining the hospital share factor.

27 **(3) Hospital Indigent Patient Billing:** Hospitals shall not bill patients for

1 services if the services have been reported to the Cabinet and the hospital has received
2 disproportionate share payments for the specific services.

3 **(4) Provider Tax Information:** Any provider who posts a sign or includes
4 information on customer receipts or any material distributed for public consumption
5 indicating that it has paid provider tax shall also post, in the same size typeset as the
6 provider tax information, the amount of payment received from the Department for
7 Medicaid Services during the same period the provider tax was paid. Providers who fail
8 to meet this requirement shall be excluded from the Disproportionate Share Hospital and
9 Medicaid Programs. The Cabinet for Health and Family Services shall include this
10 provision in facilities' annual licensure inspections.

11 **(5) Intergovernmental Transfers (IGTs):** Any funds received through an
12 Intergovernmental Transfer (IGT) agreement between the Department for Medicaid
13 Services and other governmental entities, in accordance with a federally approved State
14 Plan amendment, shall be used to provide for the health and welfare of the citizens of the
15 Commonwealth through the provision of Medicaid Benefits. Revenues from IGTs are
16 contingent upon agreement by the parties. The Secretary of the Cabinet for Health and
17 Family Services shall make the appropriate interim appropriations increase requests
18 pursuant to KRS 48.630.

19 **(6) Medicaid Budget Analysis Reports:** The Department for Medicaid Services
20 shall submit a quarterly budget analysis report to the Interim Joint Committee on
21 Appropriations and Revenue no later than 75 days after the quarter's end. The report shall
22 provide monthly detail of actual expenditures, eligibles, and average monthly cost per
23 eligible by eligibility category along with current trailing 12-month averages for each of
24 these figures. The report shall also provide actual figures for all categories of noneligible-
25 specific expenditures such as Supplemental Medical Insurance premiums, Kentucky
26 Patient Access to Care, nonemergency transportation, drug rebates, cost settlements, and
27 Disproportionate Share Hospital payments by type of hospital. The report shall compare

1 the actual expenditure experience with those underlying the enacted or revised enacted
2 budget and explain any significant variances which may occur.

3 **(7) Medicaid Benefits Budget Deficit:** If Medicaid Benefits expenditures are
4 projected to exceed available funds, the Secretary of the Cabinet for Health and Family
5 Services may recommend that reimbursement rates, optional services, eligibles, or
6 programs be reduced or maintained at levels existing at the time of the projected deficit in
7 order to avoid a budget deficit. The projected deficit shall be confirmed by the Office of
8 State Budget Director. No service, eligible, or program reductions shall be implemented
9 by the Cabinet for Health and Family Services without written notice of such action to the
10 Interim Joint Committee on Appropriations and Revenue and the State Budget Director.
11 Such actions taken by the Cabinet for Health and Family Services shall be reported, upon
12 request, at the next meeting of the Interim Joint Committee on Appropriations and
13 Revenue.

14 **(8) Transfer of Medicaid Benefits Funds:** Any portion of the General Fund
15 appropriation in either fiscal year that is deemed to be necessary for the administration of
16 the Medicaid program may be transferred from the Medicaid Benefits budget unit to the
17 Medicaid Administration budget unit in accordance with statutes governing the functions
18 and activities of the Department for Medicaid Services. The Secretary shall recommend
19 any proposed transfer to the State Budget Director for approval prior to transfer. Such
20 action shall be reported by the Cabinet for Health and Family Services to the Interim Joint
21 Committee on Appropriations and Revenue.

22 **(9) Critical Access Hospitals:** Beginning with the effective date of this Act
23 through June 30, 2016, no acute care hospital shall convert to a critical access hospital
24 unless the hospital has either received funding for a feasibility study from the Kentucky
25 State Office of Rural Health or filed a written request by January 1, 2014, with the
26 Kentucky State Office of Rural Health requesting funding for conducting a feasibility
27 study.

1 **(10) Medicaid Copayments:** Notwithstanding KRS 205.6312, the Department for
2 Medicaid Services may impose copayments for services rendered to Medicaid recipients
3 not to exceed the amounts permitted by federal law.

4 **(11) KCHIP Premium Suspension:** Notwithstanding KRS 205.6485(1)(c),
5 KCHIP premiums are suspended for the 2014-2016 biennium.

6 **(12) Medicaid Managed Care Organization Reporting:** Except as provided by
7 KRS 61.878, all records and correspondence relating to Kentucky Medicaid, revenues
8 derived from Kentucky Medicaid funds, and expenditures utilizing Kentucky Medicaid
9 funds of a Medicaid managed care company operating within the Commonwealth shall be
10 subject to the Kentucky Open Records Act, KRS 61.870 to 61.884. All records and
11 correspondence relating to Medicaid specifically prohibited from disclosure by the federal
12 Health Insurance Portability and Accountability Act privacy rules shall not be provided
13 under this Act.

14 No later than 60 days after the end of a quarter, each Medicaid managed care
15 company operating within the Commonwealth shall prepare and submit to the
16 Department for Medicaid Services sufficient information to allow the department to meet
17 the following requirements 90 days after the end of the quarter. The Department shall
18 forward to the Legislative Research Commission Budget Review Office a quarterly report
19 detailing monthly actual expenditures by service category, monthly eligibles, and average
20 monthly cost per eligible for Medicaid and the Kentucky Children's Health Insurance
21 Program (KCHIP) along with current trailing 12-month averages for each of these figures.
22 The report shall also provide actual figures for other categories such as pharmacy rebates
23 and reinsurance. Finally, the Department shall include in this report the most recent
24 information or report available regarding the amount withheld to meet Department of
25 Insurance reserve requirements, and any distribution of moneys received or retained in
26 excess of these reserve requirements.

27 **(13) Appeals:** An appeal from denial of a service or services provided by a

1 Medicaid managed care organization for medical necessity, or denial, limitation, or
2 termination of a health care service in a case involving a medical or surgical specialty or
3 subspecialty, shall, upon request of the recipient, authorized person, or provider, include a
4 review by a board-eligible or board-certified physician in the appropriate specialty or
5 subspecialty area; except in the case of a health care service rendered by a chiropractor or
6 optometrist, in which case, the denial shall be made respectively by a chiropractor or
7 optometrist duly licensed in Kentucky as specified in KRS 304.17A-607(1)(b). The
8 physician reviewer shall not have participated in the initial review and denial of service
9 and shall not be the provider of service or services under consideration in the appeal.

10 **(14) Waiver Slots:** Included in the above appropriation are the necessary funds to
11 support the phase-in of the following additional waiver slots:

12 (a) Supports for Community Living - 200 additional slots in fiscal year 2014-2015
13 and 240 additional slots in fiscal year 2015-2016 for a total of 440 new slots added over
14 the 2014-2016 fiscal biennium;

15 (b) Acquired Brain Injury - 90 additional acute care slots and 60 additional long-
16 term care slots for a total of 150 additional slots in fiscal year 2014-2015 and 93
17 additional acute care slots and 60 additional long-term care slots for a total of 153
18 additional slots in fiscal year 2015-2016 for a total of 303 new slots added over the 2014-
19 2016 fiscal biennium; and

20 (c) Michelle P - 250 additional slots in each fiscal year for a total of 500 new slots
21 added over the 2014-2016 fiscal biennium.

22 **(15) Medicaid Pharmacy:** Notwithstanding KRS 205.6312(4), a pharmacy
23 provider participating in the Medical Assistance Program or a pharmacy provider serving
24 Kentucky Medicaid recipients through a Medicaid Managed Care Organization shall not
25 be required to serve an eligible recipient if the recipient does not make the required
26 copayment at the time of service. An exception to this provision shall be an encounter
27 when a recipient presents a condition which could result in harm to the recipient if left

1 untreated, in which case the pharmacist shall dispense a 72-hour emergency supply of the
 2 required medicine. The recipient may then return to the pharmacy with the necessary
 3 copayment to obtain the remainder of the prescription. Only one dispensing fee shall be
 4 paid by the Cabinet for the provision of both the emergency supply and the remainder of
 5 the prescription. The Medicaid Managed Care Organization shall determine its policies
 6 with respect to dispensing fees.

7 **(16) Evaluation of Indigent Care:** The Cabinet for Health and Family Services
 8 and the University of Louisville shall collaborate to conduct an annual study of the effect
 9 of the reduction in contributions to the Quality and Charity Care Trust on the delivery of
 10 indigent care in Jefferson County. The Cabinet for Health and Family Services and the
 11 University of Louisville shall submit a report containing the results of this study to the
 12 Interim Joint Committee on Appropriations and Revenue by June 1 of each fiscal year.

13 **TOTAL - MEDICAID SERVICES**

14		2013-14	2014-15	2015-16
15	General Fund	-0-	1,558,838,900	1,611,591,800
16	Restricted Funds	55,911,100	516,925,000	484,336,000
17	Federal Funds	751,450,800	5,991,409,400	6,294,888,000
18	TOTAL	807,361,900	8,067,173,300	8,390,815,800

19 **4. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL**
 20 **DISABILITIES**

21		2014-15	2015-16
22	General Fund (Tobacco)	891,400	891,400
23	General Fund	202,604,500	194,854,000
24	Restricted Funds	227,448,600	227,701,500
25	Federal Funds	38,661,300	36,877,500
26	TOTAL	469,605,800	460,324,400

27 **(1) Disproportionate Share Hospital Funds:** Mental health disproportionate

share funds are budgeted at the maximum amounts permitted by Section 1923(f) of the Social Security Act. Upon publication in the Federal Register of the Annual Institutions for Mental Disease (IMD) Disproportionate Share Hospital (DSH) limit, 92.3 percent of the federal IMD DSH limit goes to the state-operated mental hospitals.

(2) Lease Payments for Eastern State Hospital: Included in the above General Fund appropriation is \$10,928,800 in fiscal year 2014-2015 and \$10,927,500 in fiscal year 2015-2016 to make lease payments to the Lexington-Fayette Urban County Government to retire its debt for the construction of the new facility.

(3) Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$891,400 in each fiscal year for substance abuse prevention and treatment for pregnant women with a history of substance abuse problems.

(4) Regional Mental Health/Mental Retardation Boards Retirement Cost Increase: Included in the above General Fund appropriation is a total of \$24,825,700 in each fiscal year for Regional Mental Health/Mental Retardation Boards to assist them with employer contributions for the Kentucky Employees Retirement System. Of that amount, \$19,638,200 is to fully fund the increase in employer contribution rates in both fiscal years for those Regional Mental Health/Mental Retardation Boards that are currently participating in the Kentucky Employees Retirement System. In July and January of each year the Department for Behavioral Health, Intellectual and Developmental Disabilities shall obtain the total creditable compensation reported by each Regional Mental Health/Mental Retardation Board to the Kentucky Retirement System and utilize that number to determine how much of this total appropriation shall be distributed to each Regional Mental Health/Mental Retardation Board. Payments to the Mental Health/Mental Retardation Boards shall be made on September 1 and April 1 of each fiscal year.

5. PUBLIC HEALTH

2014-15

2015-16

1	General Fund (Tobacco)	14,066,300	13,383,800
2	General Fund	68,820,000	71,111,300
3	Restricted Funds	97,016,400	97,160,000
4	Federal Funds	199,916,700	186,493,400
5	TOTAL	379,819,400	368,148,500

6 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
7 appropriation is \$9,000,000 in each fiscal year for the Health Access Nurturing
8 Development Services Program, \$1,000,000 in each fiscal year for Healthy Start
9 initiatives, \$80,000 in each fiscal year for Folic Acid Program, \$1,000,000 in each fiscal
10 year for Early Childhood Mental Health, \$500,000 in each fiscal year for Early Childhood
11 Oral Health, and \$2,486,300 in fiscal year 2014-2015 and \$1,803,800 in fiscal year 2015-
12 2016 for Smoking Cessation.

13 **(2) Local and District Health Department Retirement Cost Increase:** Included
14 in the above General Fund appropriation is a total of \$17,909,700 in each fiscal year for
15 Local and District Health Departments to assist them with employer contributions for the
16 Kentucky Employees Retirement System. Of that amount, \$14,615,600 is to fully fund
17 the increase in employer contribution rates in both fiscal years. In July and January of
18 each year the Department for Public Health shall obtain the total creditable compensation
19 reported by each Local and District Health Department Board to the Kentucky Retirement
20 System and utilize that number to determine how much of this total appropriation shall be
21 distributed to each Department. Payments to the Departments shall be made on
22 September 1 and April 1 of each fiscal year.

23 **(3) Debt Service:** Included in the above General Fund appropriation is \$212,500
24 in fiscal year 2014-2015 and \$425,000 in fiscal year 2015-2016 for new debt service to
25 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

26 **(4) Local and District Health Department Payments:** The Department for
27 Public Health shall not interfere with the ability of a local or district health department to

1 receive reimbursement for services provided. The Department for Public Health shall
 2 submit to the Department for Medicaid Services and the Medicaid Managed Care
 3 Organizations all requests for payment for services received from a local or district health
 4 department.

5 **(5) Diabetes Services:** Included in the above General Fund appropriation is
 6 \$2,600,000 in each fiscal year for continuation of base services through Local and District
 7 Health Departments.

8 **6. HEALTH POLICY**

9		2014-15	2015-16
10	General Fund	448,000	455,400
11	Restricted Funds	809,800	818,300
12	TOTAL	1,257,800	1,273,700

13 **(1) Health Facility Licensing:** Notwithstanding any statute to the contrary, the
 14 document required under KRS 216B.015(28) shall contain a utilization-based need
 15 methodology which accounts for all sites of service in the review of applications
 16 proposing the establishment of a health facility to be licensed under 902 KAR 20:106.

17 **7. FAMILY RESOURCE CENTERS AND VOLUNTEER SERVICES**

18		2014-15	2015-16
19	General Fund	1,466,400	1,479,300
20	Restricted Funds	41,300	-0-
21	Federal Funds	3,069,100	3,069,100
22	TOTAL	4,576,800	4,548,400

23 **(1) Family Resource Centers and Volunteer Services:** Included in the above
 24 General Fund appropriation is an additional \$1,000,000 in each fiscal year for operational
 25 costs.

26 **8. INCOME SUPPORT**

27		2014-15	2015-16
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1	General Fund	8,225,700	8,225,700
2	Restricted Funds	15,980,600	16,130,800
3	Federal Funds	78,417,200	80,108,900
4	TOTAL	102,623,500	104,465,400

5 **9. COMMUNITY BASED SERVICES**

6		2014-15	2015-16
7	General Fund (Tobacco)	8,715,000	8,715,000
8	General Fund	391,634,800	414,581,400
9	Restricted Funds	150,258,000	152,685,700
10	Federal Funds	492,199,000	502,117,700
11	TOTAL	1,042,806,800	1,078,099,800

12 **(1) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
13 appropriation is \$8,715,000 in each fiscal year for the Early Childhood Development
14 Program.

15 **(2) Contracted Entities Retirement Cost Increase:** Included in the above
16 General Fund appropriation is \$532,500 in each fiscal year for domestic violence shelters,
17 \$104,700 in each fiscal year for rape crisis centers, and \$199,700 in each fiscal year for
18 child advocacy centers to fully fund the increase in employer contribution rates for the
19 Kentucky Employees Retirement System.

20 **(3) Child Care Restoration:** Included in the above General Fund appropriation is
21 \$38,682,500 in fiscal year 2014-2015 and \$58,132,000 in fiscal year 2015-2016 to
22 restore Child Care Assistance Program services.

23 **(4) Relative Placement Support Benefit:** Included in the above General Fund
24 appropriation is \$1,000,000 in each fiscal year for start-up costs associated with placing
25 children with non-parental relatives.

26 **(5) Domestic Violence Shelters:** Included in the above General Fund
27 appropriation is \$250,000 in each fiscal year for operational costs.

1 **(6) Rape Crisis Centers:** Included in the above General Fund appropriation is
 2 \$250,000 in each fiscal year for operational costs.

3 **(7) Private Child Caring Agencies Reimbursement Rates:** Included in the
 4 above appropriation is \$3,000,000 in General Fund moneys, \$2,186,700 in Restricted
 5 Funds, and \$490,200 in Federal Funds in each fiscal year to increase reimbursement rates
 6 to private child caring agencies for residential services provided to children leveled IV
 7 and leveled V, beginning July 1, 2014.

8 **(8) Private Child Placing Agencies Reimbursement Rates:** Included in the
 9 above appropriation is \$5,000,000 in General Fund moneys, \$3,644,500 in Restricted
 10 Funds, and \$817,000 in Federal Funds in each fiscal year to increase reimbursement rates
 11 for private child placing agencies for therapeutic foster care services provided to children
 12 in the level of care system to support a reduction of children in residential care and
 13 increase community-based treatment in more home-like settings beginning July 1, 2014.

14 **(9) Family and Children's Place:** Included in the above General Fund
 15 appropriation is \$50,000 in each fiscal year to continue current services at Family and
 16 Children's Place in Louisville, Kentucky.

17 **(10) Early Intervention Services:** Included in the above General Fund
 18 appropriation is \$100,000 in each fiscal year to the Madison County Fiscal Court for early
 19 intervention services.

20 **10. AGING AND INDEPENDENT LIVING**

21		2014-15	2015-16
22	General Fund	44,702,900	45,252,100
23	Restricted Funds	2,869,300	2,489,300
24	Federal Funds	24,829,300	24,829,300
25	TOTAL	72,401,500	72,570,700

26 **(1) Local Match Requirements:** Notwithstanding KRS 205.460, entities
 27 contracting with the Cabinet for Health and Family Services to provide essential services

under KRS 205.455 and 205.460 shall provide local match equal to or greater than the amount in effect during fiscal year 2013-2014. Local match may include any combination of materials, commodities, transportation, office space, personal services, or other types of facility services or funds. The Secretary of the Cabinet for Health and Family Services shall prescribe the procedures to certify the local match assurance.

11. HEALTH BENEFIT EXCHANGE

	2014-15	2015-16
Restricted Funds	14,021,200	23,404,900
Federal Funds	19,916,200	3,483,400
TOTAL	33,937,400	26,888,300

(1) Kentucky Access Program: Any trailing claims for the Kentucky Access Program during the 2014-2016 fiscal biennium shall be deemed a necessary governmental expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

TOTAL - HEALTH AND FAMILY SERVICES CABINET

	2013-14	2014-15	2015-16
General Fund (Tobacco)	-0-	23,672,700	22,990,200
General Fund	-0-	2,310,593,300	2,382,166,800
Restricted Funds	55,911,100	1,046,206,600	1,028,597,500
Federal Funds	751,450,800	6,903,557,200	7,179,243,100
TOTAL	807,361,900	10,284,029,800	10,612,997,600

H. JUSTICE AND PUBLIC SAFETY CABINET

Budget Units

1. JUSTICE ADMINISTRATION

	2014-15	2015-16
General Fund (Tobacco)	1,700,200	1,241,100

1	General Fund	11,095,700	11,210,300
2	Restricted Funds	3,893,500	3,814,600
3	Federal Funds	11,135,600	11,135,600
4	TOTAL	27,825,000	27,401,600

5 **(1) Operation Unite:** Included in the above Restricted Funds appropriation is
6 \$2,000,000 in each fiscal year for Operation Unite.

7 **(2) Tobacco Settlement Funds:** Included in the above General Fund (Tobacco)
8 appropriation is \$1,700,200 in fiscal year 2014-2015 and \$1,241,100 in fiscal year 2015-
9 2016 for the Office of Drug Control Policy.

10 **(3) Kentucky Legal Education Opportunity Program:** Included in the above
11 General Fund appropriation is \$250,000 in each fiscal year for the Kentucky Legal
12 Education Opportunity Program. All Kentucky law schools may participate in the
13 program, but the summer institute shall be held on the campus of the University of
14 Kentucky.

15 **(4) Madisonville Medical Examiner's Office:** Included in the above General
16 Fund appropriation is \$327,200 in each fiscal year for the operation of the Madisonville
17 Medical Examiner's Office. The office shall not be relocated or closed during the 2014-
18 2016 biennium.

19 **(5) Court Appointed Special Advocates:** Included in the above General Fund
20 appropriation is \$25,000 in fiscal year 2014-2015 for Court Appointed Special Advocates
21 in Hardin County.

22 **(6) Public Safety First Programs:** Included in the appropriations for the Justice
23 and Public Safety Cabinet is \$1,100,000 in each fiscal year for Public Safety First
24 programs. Expenditure of these funds may be from a combination of any of the following
25 appropriation units: Justice Administration, State Police, Corrections Management, Adult
26 Correctional Institutions, and Community Services and Local Facilities.

27 **2. CRIMINAL JUSTICE TRAINING**

1		2014-15	2015-16
2	Restricted Funds	52,052,000	51,900,000
3	Federal Funds	188,000	140,000
4	TOTAL	52,240,000	52,040,000

5 **(1) Kentucky Law Enforcement Foundation Program Fund:** Included in the
6 above Restricted Funds appropriation is \$50,847,900 in fiscal year 2014-2015 and
7 \$50,687,100 in fiscal year 2015-2016 for the Kentucky Law Enforcement Foundation
8 Program Fund.

9 **(2) Training Incentive Payments:** Notwithstanding KRS 15.460(1), included in
10 the above Restricted Funds appropriation is \$3,100 in each fiscal year for each participant
11 for training incentive payments.

12 **(3) Training Incentive Stipends Expansion to Other Peace Officers:**
13 Notwithstanding KRS 15.410, 15.420(2), 15.440(1), 15.460(1), and 15.470(2) and (4),
14 included in the above Restricted Funds appropriation is sufficient funding for a \$3,100
15 annual training incentive stipend and associated fringe benefit costs for Kentucky state
16 troopers, Kentucky State Police arson investigators, Kentucky State Police hazardous
17 device investigators, Kentucky State Police legislative security specialists, and Kentucky
18 vehicle enforcement officers from the Kentucky Law Enforcement Foundation Program
19 Fund.

20 **3. JUVENILE JUSTICE**

21		2013-14	2014-15	2015-16
22	General Fund	-0-	81,507,800	83,322,700
23	Restricted Funds	980,000	10,490,200	10,161,300
24	Federal Funds	-0-	11,705,800	11,705,800
25	TOTAL	980,000	103,703,800	105,189,800

26 **(1) Local Prevention Programs:** Included in the above General Fund
27 appropriation is \$100,000 in each fiscal year for distribution to local juvenile delinquency

1 prevention programs.

2 **(2) Leasing Authority:** The Department of Juvenile Justice is hereby authorized
3 to lease the former Laurel County Regional Juvenile Detention Center to a qualified
4 provider of mental health services. The leasing process shall be in compliance with all
5 appropriate statutes, administrative regulations, and procurement policies.

6 **4. STATE POLICE**

7		2013-14	2014-15	2015-16
8	General Fund	7,225,400	74,315,600	75,788,600
9	Restricted Funds	-0-	22,704,100	22,766,200
10	Federal Funds	-0-	11,562,000	11,562,000
11	Road Fund	-0-	95,745,500	96,845,800
12	TOTAL	7,225,400	204,327,200	206,962,600

13 **(1) Call to Extraordinary Duty:** There is appropriated from the General Fund to
14 the Department of Kentucky State Police, subject to the conditions and procedures
15 provided in this Act, funds which are required as a result of the Governor's call of the
16 Kentucky State Police to extraordinary duty when an emergency situation has been
17 declared to exist by the Governor. Funding is authorized to be provided from the General
18 Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS
19 48.705).

20 **(2) State Police and Vehicle Enforcement Personnel Training Incentive:**
21 Included in the above Restricted Funds appropriation is sufficient funding for a \$3,100
22 annual training incentive stipend for state troopers, arson investigators, hazardous devices
23 investigators, legislative security specialists, and vehicle enforcement officers from the
24 Kentucky Law Enforcement Foundation Program Fund.

25 **(3) Restricted Funds Uses:** Notwithstanding KRS 42.320(2)(h), 65.7631,
26 189A.050(3)(a), 237.110(18), and 281A.160(2)(b), funds are included in the above
27 Restricted Funds appropriation to maintain the operations and administration of the

1 Kentucky State Police.

2 **(4) Dispatcher Training Incentive:** Included in the above General Fund
3 appropriation is sufficient funding for a \$3,100 annual training incentive stipend for
4 dispatchers.

5 **(5) Debt Service:** Included in the above General Fund appropriation is \$258,000
6 in fiscal year 2014-2015 and \$516,000 in fiscal year 2015-2016 for new debt service to
7 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

8 **(6) Trooper R Class Officers:** Included in the above General Fund appropriation
9 is \$884,400 in each fiscal year to support 15 Trooper R Class officers.

10 **5. CORRECTIONS**

11 **a. Corrections Management**

12		2014-15	2015-16
13	General Fund	9,459,200	9,634,800
14	Restricted Funds	300,000	300,000
15	Federal Funds	304,900	75,000
16	TOTAL	10,064,100	10,009,800

17 **(1) Appropriations Adjustments:** The General Assembly has determined that
18 the Department of Corrections shall be permitted to adjust appropriations between the
19 Community Services and Local Facilities budget unit and the Adult Correctional
20 Institutions budget unit in each fiscal year. Only adjustments necessary to manage the
21 diverse mix of inmate classifications, custody levels, probation and parole caseloads, and
22 population increases or decreases shall be permitted. Any appropriations transferred or
23 otherwise directed between these appropriation units shall be documented and justified in
24 writing. No adjustments may be made except upon the prior written concurrence of the
25 State Budget Director. The State Budget Director shall report the adjustments and the
26 necessity of the adjustments to the Interim Joint Committee on Appropriations and
27 Revenue.

1 **(2) Jailer Mental Health Screening Training:** The Kentucky Commission on
 2 Services and Supports for Individuals with Mental Illness, Alcohol and Other Drug Abuse
 3 Disorders, and Dual Diagnoses shall, in its annual review of the Commission plan,
 4 include in its duties recommendations for improvements in identifying, treating, housing,
 5 and transporting prisoners in jails and juveniles in detention centers with mental illness.
 6 Items to be reviewed shall include but not be limited to recommendations for statutory
 7 and regulatory changes, training and treatment funding, cost sharing, housing and
 8 transportation costs, appropriate treatment sites, and training requirements for local jailers
 9 and other officers of the court who may come in contact with persons incarcerated or in
 10 detention but deemed mentally ill.

11 The training shall continue to be delivered by Regional Mental Health/Mental
 12 Retardation Board staff to new jailers and new jail staff, except administrative support, on
 13 screening and responding to the needs of inmates with mental illness within six months of
 14 employment. Treatment services may also be provided for within this funding allocation.

15 **b. Adult Correctional Institutions**

16		2014-15	2015-16
17	General Fund	244,855,800	247,866,500
18	Restricted Funds	17,252,800	17,431,600
19	Federal Funds	1,805,500	521,500
20	TOTAL	263,914,100	265,819,600

21 **(1) Debt Service:** Included in the above General Fund appropriation is \$115,500
 22 in fiscal year 2014-2015 and \$346,500 in fiscal year 2015-2016 for new debt service to
 23 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

24 **(2) Transfer to State Institutions:** Notwithstanding KRS 532.100(7), state
 25 prisoners, excluding the Class C and Class D felons, qualifying to serve time in county
 26 jails, may be transferred to a state institution within 90 days of final sentencing, if the
 27 county jail does not object to the additional 45 days.

(3) **Expenditure of Savings for Substance Abuse Treatment:** Included in the above General Fund appropriation is \$6,763,400 in each fiscal year for substance abuse programs.

(4) **Canteen Fund Proceeds:** The Department of Corrections shall file annual reports with the Interim Joint Committee on Appropriations and Revenue detailing the revenues and expenditures from the Canteen Fund for each state-operated prison, private prison, and the central office of the Department. The report shall be due September 1 of each year.

c. Community Services and Local Facilities

	2014-15	2015-16
General Fund	193,852,700	198,678,300
Restricted Funds	5,830,000	5,830,000
Federal Funds	962,800	364,600
TOTAL	200,645,500	204,872,900

(1) **Excess Local Jail Per Diem Costs:** In the event that actual local jail per diem payments exceed the amounts provided to support the budgeted average daily population of state felons in county jails for each fiscal year, the payments shall be deemed necessary government expenses and may be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to notification as to necessity and amount by the State Budget Director who shall report any certified expenditure to the Interim Joint Committee on Appropriations and Revenue.

(2) **Local Jails Funding:** Notwithstanding KRS 441.605 to 441.695, funds in the amount of \$2,800,000 in each fiscal year shall be expended from the Kentucky Local Correctional Facilities Construction Authority for local correctional facility and operational support consistent with contractual covenants in accordance with bond indentures of the Authority.

(3) **Pilot Project - Conditional Parole for Infirm Inmates:** (a) Upon

1 certification by the Commissioner of the Department of Corrections that a prisoner is
2 otherwise eligible for medical parole in accordance with paragraph (b) of this subsection,
3 the Parole Board shall grant medical parole. The Parole Board shall take action within 30
4 days of receipt of a certification from the Commissioner.

5 (b) A prisoner who is physically or mentally debilitated, incapacitated, or infirm
6 as a result of advanced age, chronic illness, or disease is eligible for medical parole if:

7 1. The prisoner was not convicted of a capital offense and sentenced to death or
8 was not convicted of a sex crime;

9 2. The prisoner has reached his or her parole eligibility date or has served one-
10 half of his or her sentence, whichever occurs first;

11 3. The prisoner is substantially dependent on others for the activities of daily
12 living; and

13 4. There is a low risk of the prisoner presenting a threat to society if paroled.

14 (c) Individuals paroled under this subsection shall be paroled to a health facility
15 in the Commonwealth, giving due regard to public safety.

16 (d) A parolee granted medical parole under this subsection shall be returned to the
17 custody of the Department of Corrections if the Commissioner determines that the
18 parolee no longer meets the requirements of paragraph (b) of this subsection.

19 (e) The Commissioner shall provide a report to the Interim Joint Committee on
20 Appropriations and Revenue by January 5, 2016, concerning the pilot project. The report
21 shall include the number of persons paroled, the identification of the residential facilities
22 utilized, an estimate of cost savings as a result of the project, and any other relevant
23 material to assist the General Assembly in assessing the value of continuing and
24 expanding the project.

25 (f) Any identified savings shall be transferred to the Budget Reserve Trust Fund
26 Account (KRS 48.705).

27 (g) The Cabinet for Health and Family Services and the Justice and Public Safety

Cabinet are directed to provide all needed assistance and support in seeking and securing approval from the U.S. Department of Health and Human Services for the maximum reimbursement of federal assistance, including Medicaid funds, for the provision of health care services to qualifying infirm inmates.

d. Local Jail Support

	2014-15	2015-16
General Fund	18,163,100	18,365,100

(1) Local Corrections Assistance Fund Allocation: Moneys in the fund shall be distributed to the counties each year. Amounts distributed from the fund shall be used to support local correctional facilities and programs, including the transportation of prisoners, as follows:

(a) 1. In fiscal year 2014-2015, the first \$2,400,000 received by the fund, or, if the fund receives less than \$2,400,000, the entire balance of the fund, shall be divided equally among all counties; and

2. In fiscal year 2015-2016, the first \$3,000,000 received by the fund, or, if the fund receives less than \$3,000,000, the entire balance of the fund, shall be divided equally among all counties; and

(b) Any moneys remaining after making the distributions required by paragraph (a) of this subsection shall be distributed to each county based on a ratio, the numerator of which shall be the county's county inmate population on the second Thursday in January during the prior fiscal year, and the denominator of which shall be the total counties' county inmate population for the entire state on the second Thursday in January during the prior fiscal year.

(2) Local Corrections Assistance Funds: Pursuant to KRS 196.288, included in the above General Fund appropriation is \$4,715,600 in fiscal year 2014-2015 and \$4,917,600 in fiscal year 2015-2016 for the Local Corrections Assistance Fund.

(3) Life Safety or Closed Jails: Included in the above General Fund

appropriation is \$960,000 in each fiscal year to provide a monthly payment of an annual amount of \$20,000 to each county with a life safety jail or closed jail. The payment shall be in addition to the payment required by KRS 441.206(2).

(4) Inmate Medical Care Expenses: Included in the above General Fund appropriation is \$931,100 in each fiscal year for medical care contracts to be distributed, upon approval of the Department of Corrections, to counties by the formula codified in KRS 441.206, and \$960,000 in each fiscal year, on a partial reimbursement basis, for medical claims in excess of the statutory threshold pursuant to KRS 441.045. The funding support for medical contracts and catastrophic medical expenses for indigents shall be maintained in discrete accounts. Any medical claim that exceeds the statutory threshold may be reimbursed for that amount in excess of the statutory threshold.

TOTAL - CORRECTIONS

	2014-15	2015-16
General Fund	466,330,800	474,544,700
Restricted Funds	23,382,800	23,561,600
Federal Funds	3,073,200	961,100
TOTAL	492,786,800	499,067,400

6. PUBLIC ADVOCACY

	2013-14	2014-15	2015-16
General Fund	4,400,000	46,314,300	47,472,900
Restricted Funds	-0-	3,177,600	3,035,900
Federal Funds	-0-	1,320,400	1,320,400
TOTAL	4,400,000	50,812,300	51,829,200

(1) Compensatory Leave Conversion to Sick Leave: If the Department of Public Advocacy determines that internal budgetary pressures warrant further austerity measures, the Public Advocate may institute a policy to suspend payment of 50-hour blocks of compensatory time for those attorneys who have accumulated 240 hours of

compensatory time and instead convert those hours to sick leave.

(2) Social Worker Program: Included in the above General Fund appropriation is \$420,000 in fiscal year 2014-2015 and \$850,000 in fiscal year 2015-2016 for 15 additional social worker positions.

TOTAL - JUSTICE AND PUBLIC SAFETY CABINET

	2013-14	2014-15	2015-16
General Fund (Tobacco)	-0-	1,700,200	1,241,100
General Fund	11,625,400	679,564,200	692,339,200
Restricted Funds	980,000	115,700,200	115,239,600
Federal Funds	-0-	38,985,000	36,824,900
Road Fund	-0-	95,745,500	96,845,800
TOTAL	12,605,400	931,695,100	942,490,600

I. LABOR CABINET

Budget Units

1. SECRETARY

	2014-15	2015-16
Restricted Funds	4,356,400	4,415,000
Federal Funds	184,800	188,600
TOTAL	4,541,200	4,603,600

2. GENERAL ADMINISTRATION AND PROGRAM SUPPORT

	2014-15	2015-16
General Fund	3,312,200	3,358,900
Restricted Funds	3,080,300	3,326,900
Federal Funds	47,500	47,500
TOTAL	6,440,000	6,733,300

3. WORKPLACE STANDARDS

	2014-15	2015-16
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1	General Fund	1,789,300	1,824,500
2	Restricted Funds	78,995,600	78,671,300
3	Federal Funds	3,873,300	3,884,100
4	TOTAL	84,658,200	84,379,900

5 **4. WORKERS' CLAIMS**

6		2014-15	2015-16
7	Restricted Funds	21,788,000	18,039,100

8 **5. OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION**

9		2014-15	2015-16
10	Restricted Funds	757,200	770,900

11 **6. WORKERS' COMPENSATION FUNDING COMMISSION**

12		2014-15	2015-16
13	Restricted Funds	116,760,100	112,833,400

14 **TOTAL - LABOR CABINET**

15		2014-15	2015-16
16	General Fund	5,101,500	5,183,400
17	Restricted Funds	225,737,600	218,056,600
18	Federal Funds	4,105,600	4,120,200
19	TOTAL	234,944,700	227,360,200

20 **J. PERSONNEL CABINET**

21 **Budget Units**

22 **1. GENERAL OPERATIONS**

23		2014-15	2015-16
24	Restricted Funds	27,764,400	28,028,200

25 **(1) Pro Rata Assessment:** Included in the above Restricted Funds appropriation
 26 is \$2,692,400 in fiscal year 2014-2015 and \$2,688,900 in fiscal year 2015-2016 to be
 27 transferred to the General Fund to support debt service on bonds previously issued for the

1 Kentucky Human Resources Information System. The Personnel Cabinet shall collect a
2 pro rata assessment from all state agencies, in all three branches of government, and other
3 organizations that are supported by the System. Those collections shall be deposited and
4 retained into a Restricted Funds account within the Personnel Cabinet.

5 **(2) Kentucky Employees' Health Plan and Medicaid State Plan Cost Savings**
6 **Demonstration Projects:** The Personnel Cabinet and the Cabinet for Health and Family
7 Services shall implement the Kentucky Employees' Health Plan Program and Kentucky
8 Medicaid State Plan Program cost savings projects centered on process improvement and
9 patient empowerment with door-to-door engagement via use of interactive technology to
10 capture the potential for improved medical outcomes at reduced cost. The demonstration
11 project shall include established patients who have, within 24 months of the telehealth
12 services, visited established providers and maintained a clinical relationship with a
13 qualified health professional licensed in Kentucky through an in-office and in-person
14 evaluation, including a medical history and a physical examination. These cost reduction
15 projects shall not increase premiums nor reduce benefits.

16 The Personnel Cabinet and the Cabinet for Health and Family Services are
17 authorized to expend up to \$400,000 from the State Group Health Trust and State
18 Medicaid Administration appropriation to support two demonstration projects for both
19 areas. The initial capital outlay may be recouped from cost savings to the State Group
20 Health Trust and State Medicaid Administration Program. The demonstration projects
21 shall be a proof of concept to confirm the ability to capture an annualized savings of up to
22 ten percent in the Kentucky Employees' Health Plan Program and an annualized savings
23 of up to five percent in the Kentucky Medicaid State Plan Program starting from January
24 1, 2015.

25 The Personnel Cabinet and the Cabinet for Health and Family Services shall enter
26 into an agreement with one or both of the university teaching hospitals in the
27 Commonwealth to leverage the substantial return on investment of the demonstration

1 projects. The demonstration projects shall be implemented as provided in this Act
 2 pursuant to the contracts utilized for the purpose of administering the Kentucky
 3 Employees' Health Plan Program and the Kentucky Medicaid State Plan Program. For
 4 purposes of the demonstration projects, the participating contractor to be given the first
 5 option from the Kentucky Medicaid State Plan Program shall be one that services the
 6 largest contingent of recipients in the program and one that services a rural area that has
 7 an underserved population that has already demonstrated concept of cost savings through
 8 interactive technology.

9 The demonstration projects shall be awarded no later than December 1, 2014, and
 10 shall be based on a competitive bid via a formal Request for Information (RFI) process.
 11 The demonstration projects should be completed and a report regarding the proof of
 12 concept shall be submitted to the Program Review and Investigations Committee, the
 13 Personnel Cabinet, and the Cabinet for Health and Family Services by December 1,
 14 2015.

15 If the proof of concept demonstrates an annual savings, the Personnel Cabinet and
 16 the Cabinet for Health and Family Services shall implement the final project on a larger
 17 scale. If implemented, the large scale project shall be awarded via a formal Request for
 18 Proposal (RFP) process to capture the mandated annualized savings of up to ten percent
 19 in the Kentucky Employees' Health Plan Program and an annualized savings of up to five
 20 percent in the Kentucky Medicaid State Plan Program. The cost of implementing a large
 21 scale project shall be paid via a shared savings model wherein the contractor shall be
 22 compensated by a percentage of the savings captured by the projects.

23 **2. PUBLIC EMPLOYEES DEFERRED COMPENSATION AUTHORITY**

24		2014-15	2015-16
25	Restricted Funds	9,112,100	9,161,500

26 **3. WORKERS' COMPENSATION BENEFITS AND RESERVE**

27		2014-15	2015-16
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1	Restricted Funds	25,637,200	26,651,400
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2 **4. STATE GROUP HEALTH INSURANCE FUND**

3		2014-15	2015-16
4	General Fund	959,600	959,600

5 **(1) Group Health Insurance:** The above General Fund appropriation is provided
6 to support a dependent subsidy for full-time employees of quasi-governmental employers,
7 excluding state agencies, participating in the State Group Health Insurance program. To
8 participate in this fund, each quasi-governmental employer shall certify to the Secretary
9 of the Personnel Cabinet that no funds received from the pool are being utilized to fund
10 any benefits for persons other than full-time employees.

11 **TOTAL - PERSONNEL CABINET**

12		2014-15	2015-16
13	General Fund	959,600	959,600
14	Restricted Funds	62,513,700	63,841,100
15	TOTAL	63,473,300	64,800,700

16 **K. POSTSECONDARY EDUCATION**

17 **Budget Units**

18 **1. COUNCIL ON POSTSECONDARY EDUCATION**

19		2013-14	2014-15	2015-16
20	General Fund (Tobacco)	-0-	4,972,500	3,607,500
21	General Fund	-0-	45,489,900	71,405,000
22	Restricted Funds	293,800	6,022,400	6,027,600
23	Federal Funds	-0-	18,073,800	18,102,500
24	TOTAL	293,800	74,558,600	99,142,600

25 **(1) Carry Forward of General Fund Appropriation Balance:** Notwithstanding
26 KRS 45.229, the General Fund appropriation in fiscal year 2013-2014 and fiscal year
27 2014-2015 to the Adult Education and Literacy Funding Program shall not lapse and shall

1 carry forward.

2 Notwithstanding KRS 45.229, the General Fund appropriation in fiscal year 2013-
3 2014 and fiscal year 2014-2015 to the Science and Technology Funding Program shall
4 not lapse and shall carry forward.

5 **(2) Interest Earnings Transfer from the Strategic Investment and Incentive**
6 **Trust Fund Accounts:** Notwithstanding KRS 164.7911, 164.7913, 164.7915, 164.7917,
7 164.7919, 164.7921, 164.7923, 164.7925, and 164.7927, any expenditures from the
8 Strategic Investment and Incentive Trust Fund accounts in excess of appropriated
9 amounts by the Council on Postsecondary Education shall be subject to KRS 48.630.

10 **(3) Ovarian Cancer Screening:** Notwithstanding KRS 164.476(1), General Fund
11 (Tobacco) moneys in the amount of \$775,000 in each fiscal year shall be allotted from the
12 Lung Cancer Research Fund to the Ovarian Cancer Screening Outreach Program at the
13 University of Kentucky.

14 **(4) Debt Service:** Included in the above General Fund appropriation is
15 \$2,940,500 in fiscal year 2014-2015 and \$28,491,500 in fiscal year 2015-2016 for new
16 debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this
17 Act.

18 **(5) Postsecondary Education Debt:** Notwithstanding KRS 45.750 to 45.810, in
19 order to lower the cost of borrowing, any university that has issued or caused to be issued
20 debt obligations through a not-for-profit corporation or a municipality or county
21 government for which the rental or use payments of the university substantially meet the
22 debt service requirements of those debt obligations is authorized to refinance those debt
23 obligations if the principal amount of the debt obligations is not increased and the rental
24 payments of the university are not increased. Any funds used by a university to meet debt
25 obligations issued by a university pursuant to this subsection shall be subject to
26 interception of state-appropriated funds pursuant to KRS 164A.608.

27 **(6) Washington D.C. Internship Program:** Included in the above General Fund

1 appropriation are funds in each fiscal year for scholarships to the Washington Center for
 2 Internships and Academic Seminars. The amount appropriated in fiscal year 2014-2015
 3 and fiscal year 2015-2016 shall not be reduced greater than five percent from the fiscal
 4 year 2013-2014 appropriated amount of \$76,100.

5 **(7) Adult Education:** Included in the above General Fund appropriation are
 6 funds in each fiscal year for the Kentucky Adult Education Funding Program. The
 7 amount appropriated in fiscal year 2014-2015 and fiscal year 2015-2016 shall not be
 8 reduced greater than five percent from the fiscal year 2013-2014 appropriated amount of
 9 \$19,548,600.

10 **(8) Contract Spaces:** Included in the above General Fund appropriation is
 11 \$5,419,000 in fiscal year 2014-2015 and \$5,680,100 in fiscal year 2015-2016 for the
 12 Contract Spaces Program.

13 **(9) Veterinary Medicine:** If General Fund appropriations are not sufficient to
 14 fully fund 164 veterinary slots, the Council on Postsecondary Education shall fully fund
 15 the 164 slots out of the Council's base budget.

16 **(10) Optometry Slots:** If General Fund appropriations are not sufficient to fully
 17 fund 44 optometry slots, the Council on Postsecondary Education shall fully fund the 44
 18 slots out of the Council's base budget. The Council on Postsecondary Education shall
 19 conduct a study on the effect that the licensure and accreditation of any school of
 20 optometry within the Commonwealth would have on the Contract Spaces Program. The
 21 Council on Postsecondary Education shall submit a report containing the results of this
 22 study to the Interim Joint Committee on Appropriations and Revenue and the Interim
 23 Joint Committee on Education by December 1, 2015.

24 **(11) Council Presidential Compensation:** Notwithstanding KRS 164.013(6), the
 25 Council on Postsecondary Education shall set the salary of the President at an amount no
 26 greater than the salary he was receiving on January 1, 2012.

27 **2. KENTUCKY HIGHER EDUCATION ASSISTANCE AUTHORITY**

	2013-14	2014-15	2015-16
General Fund (Tobacco)	-0-	1,100,000	1,100,000
General Fund	1,800,000	201,841,200	205,302,000
Restricted Funds	-0-	28,395,400	28,456,900
Federal Funds	-0-	59,300	59,300
TOTAL	1,800,000	231,395,900	234,918,200

(1) College Access Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$59,514,400 in each fiscal year for the College Access Program.

(2) Kentucky Tuition Grant Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$32,419,100 in each fiscal year for the Kentucky Tuition Grant Program.

(3) Teacher Scholarship Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$1,732,800 in each fiscal year for the Teacher Scholarship Program.

(4) Kentucky National Guard Tuition Assistance Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$4,898,100 in each fiscal year for the National Guard Tuition Assistance Program.

(5) Kentucky Education Excellence Scholarships (KEES): Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$101,032,800 in fiscal year 2014-2015 and \$104,493,600 in fiscal year 2015-2016 for the Kentucky Educational Excellence Scholarships (KEES). Included in the above Restricted Funds appropriation is \$8,603,600 in fiscal year 2014-2015 and \$8,600,000 in fiscal year 2015-2016 for KEES.

(6) Kentucky Coal County College Completion Scholarships: Notwithstanding KRS 42.4588, \$2,000,000 in each fiscal year shall be transferred from the Local Government Economic Development Fund, Multi-County Fund, to the Coal County

1 College Completion Scholarship Program within the Kentucky Higher Education
2 Assistance Authority.

3 **(7) Pharmacy Scholarship Program:** Included in the above General Fund
4 appropriation is \$800,000 in each fiscal year for the coal county scholarship program for
5 pharmacy students. Notwithstanding KRS 164.7890(11)(c), scholarship awards shall not
6 exceed appropriated amounts.

7 **(8) Work Study:** Included in the above General Fund appropriation is \$400,000
8 in each fiscal year for the Work Study Program.

9 **(9) Excess Lottery Revenues:** Lottery revenues transferred to the Kentucky
10 Higher Education Assistance Authority in excess of the sum of the General Fund amounts
11 set forth in subsections (1), (2), (3), (4), and (5) of this section shall be allocated in
12 accordance with KRS 154A.130(4)(b). If the amount allocated to the KEES program
13 exceeds the amount needed to fully fund KEES at the statutory individual award amounts,
14 all excess funds shall be transferred to the KEES Reserve Trust Fund.

15 **3. EASTERN KENTUCKY UNIVERSITY**

16	2014-15	2015-16
17 General Fund	68,033,800	68,033,800
18 Restricted Funds	180,928,200	185,699,400
19 Federal Funds	94,840,200	99,582,200
20 TOTAL	343,802,200	353,315,400

21 **(1) Community Operations Board:** The Community Operations Board was
22 established in 2006 by the Kentucky General Assembly pursuant to House Bill 380 to
23 create a collaboration between Eastern Kentucky University, Madison County, and the
24 cities of Richmond and Berea, and the General Assembly has renewed the funding and
25 authority of the Community Operations Board in each biennial budget thereafter.
26 Included in the above General Fund appropriation is \$200,000 in each fiscal year to
27 provide funds to the Community Operations Board for personnel and programmatic

1 operations of the meeting, community areas, and the performing arts center located in the
 2 Business/Technology Center, Phase II facilities. The Business/Technology Center, Phase
 3 II facilities shall be governed by the Community Operations Board. Members of the
 4 Board shall serve without compensation and shall not be reimbursed for expenses
 5 incurred in performance of their duties. The Board shall establish policies and procedures
 6 for Board operation and for facility use. The Board shall make all decisions regarding use
 7 of the Business/Technology Center, Phase II facilities, including the meeting, community
 8 areas, and the performing arts center and shall make all decisions regarding personnel and
 9 programmatic operations of the meeting, community areas, and the performing arts
 10 center. The Board is attached to Eastern Kentucky University for administrative purposes,
 11 and the University shall provide all facility maintenance and operations costs.

12 **4. KENTUCKY STATE UNIVERSITY**

	2014-15	2015-16
13		
14 General Fund	23,429,600	23,429,600
15 Restricted Funds	33,476,500	34,145,400
16 Federal Funds	19,844,700	19,844,700
17 TOTAL	76,750,800	77,419,700

18 **5. MOREHEAD STATE UNIVERSITY**

	2014-15	2015-16
19		
20 General Fund	41,039,500	43,339,500
21 Restricted Funds	108,154,500	113,707,200
22 Federal Funds	95,821,100	96,805,700
23 TOTAL	245,015,100	253,852,400

24 **(1) Dual Credit Program:** Included in the above General Fund appropriation is
 25 \$2,300,000 in fiscal year 2015-2016 for a Dual Credit Program.

26 **6. MURRAY STATE UNIVERSITY**

	2014-15	2015-16
27		

1	General Fund	48,025,100	48,025,100
2	Restricted Funds	113,365,200	119,130,100
3	Federal Funds	18,755,500	18,755,500
4	TOTAL	180,145,800	185,910,700

5 **(1) Breathitt Veterinary Center:** Included in the above General Fund
6 appropriation is \$366,900 in each fiscal year for the Breathitt Veterinary Center at Murray
7 State University. The funds provided in this subsection are in addition to existing
8 appropriations for the center contained in Murray State University's General Fund-
9 supported operating budget. Notwithstanding KRS 48.130 and 48.600 and Part VI of this
10 Act, the appropriation set forth in this subsection shall not be reduced.

11 **7. NORTHERN KENTUCKY UNIVERSITY**

12		2014-15	2015-16
13	General Fund	48,537,600	48,537,600
14	Restricted Funds	194,333,800	203,785,400
15	Federal Funds	15,171,600	15,171,600
16	TOTAL	258,043,000	267,494,600

17 **8. UNIVERSITY OF KENTUCKY**

18		2014-15	2015-16
19	General Fund	279,611,300	279,611,300
20	Restricted Funds	2,309,116,700	2,404,130,300
21	Federal Funds	217,443,000	229,710,400
22	TOTAL	2,806,171,000	2,913,452,000

23 **(1) Mining Engineering Scholarship Program:** Notwithstanding KRS 42.4592,
24 included in the above General Fund appropriation is \$300,000 in each fiscal year from the
25 Local Government Economic Development Fund for mining engineering scholarships.

26 **(2) Robinson Scholars Program:** Notwithstanding KRS 42.4592, included in the
27 above General Fund appropriation is \$1,000,000 in each fiscal year from the Local

Government Economic Development Fund for the Robinson Scholars Program.

(3) University of Kentucky Diagnostic Laboratories: Included in the above General Fund appropriation is \$366,900 in each fiscal year for the diagnostic laboratories at the University of Kentucky. The funds provided in this subsection are in addition to existing appropriations for the laboratories contained in the University of Kentucky's General Fund-supported operating budget. Notwithstanding KRS 48.130 and 48.600 and Part VI of this Act, the appropriation set forth in this subsection shall not be reduced.

9. UNIVERSITY OF LOUISVILLE

	2014-15	2015-16
General Fund	139,076,900	140,416,300
Restricted Funds	990,331,600	1,012,352,500
Federal Funds	97,877,000	96,632,000
TOTAL	1,227,285,500	1,249,400,800

(1) Debt Service: Included in the above General Fund appropriation is \$1,339,400 in fiscal year 2015-2016 for previously issued bonds.

(2) Quality and Charity Care Trust Fund: The University of Louisville shall submit written documentation to the Secretary of the Finance and Administration Cabinet demonstrating financial need for reimbursement related to providing hospital care services to indigent and medically needy patients through the Quality and Charity Care Trust. Upon certification of such need by the Secretary of the Finance and Administration Cabinet, reimbursement not to exceed \$6,000,000 in fiscal year 2014-2015 and \$4,000,000 in fiscal year 2015-2016 shall be deemed a necessary government expense and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to the conditions and procedures in this Act. The Louisville Metro Government shall contribute \$5,000,000 in fiscal year 2014-2015 and \$3,000,000 in fiscal year 2015-2016 to the Quality and Charity Care Trust.

(3) **Evaluation of Indigent Care:** The Cabinet for Health and Family Services and the University of Louisville shall collaborate to conduct an annual study of the effect of the reduction in contributions to the Quality and Charity Care Trust on the delivery of indigent care in Jefferson County. The Cabinet for Health and Family Services and the University of Louisville shall submit a report containing the results of this study to the Interim Joint Committee on Appropriations and Revenue by June 1 of each fiscal year.

10. WESTERN KENTUCKY UNIVERSITY

	2014-15	2015-16
General Fund	72,649,400	74,649,400
Restricted Funds	282,396,800	287,859,800
Federal Funds	44,599,000	44,599,000
TOTAL	399,645,200	407,108,200

11. KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM

	2014-15	2015-16
General Fund	190,162,300	190,162,300
Restricted Funds	478,250,500	505,909,500
Federal Funds	284,664,600	298,927,800
TOTAL	953,077,400	994,999,600

(1) **Firefighters Foundation Program Fund:** Included in the above Restricted Funds appropriation is \$40,164,500 in fiscal year 2014-2015 and \$40,751,100 in fiscal year 2015-2016 for the Firefighters Foundation Program Fund. Notwithstanding KRS 95A.250(1), supplemental payments for each qualified professional firefighter under the Firefighters Foundation Program Fund shall be \$3,100 in each fiscal year.

(2) **Firefighters Training Center Fund:** Notwithstanding KRS 95A.262(3), \$500,000 in Restricted Funds is provided in each fiscal year for the Firefighters Training Center Fund.

(3) **Conveyance of Property:** (a) Notwithstanding KRS 45.777 and 164A.575(7),

1 the Kentucky Community and Technical College System may convey to Northern
2 Kentucky University fee simple title to certain of its real property and improvements
3 located in Campbell County that have become surplus to Gateway Community and
4 Technical College with the creation of the new Boone Campus of Gateway Community
5 and Technical College. The conveyance shall be completed at a price that is acceptable to
6 both parties. Gateway Community and Technical College shall use the proceeds from the
7 conveyance of the real property to support a capital project for Gateway Community and
8 Technical College.

9 (b) Notwithstanding KRS 45.777 and 164A.575(7), the Kentucky Community and
10 Technical College System may dispose of certain real property and improvements located
11 in Covington, Kentucky that will become surplus to Gateway Community and Technical
12 College with the completion of the Urban Campus in downtown Covington. Gateway
13 Community and Technical College shall use the proceeds from the disposition of the real
14 property to support a capital project for Gateway Community and Technical College in
15 the city limits of Covington, Kentucky.

16 (c) Notwithstanding KRS 45.777 and 164A.575(7), the Kentucky Community and
17 Technical College System may dispose of certain real property and improvements located
18 in Ashland, Kentucky at the Roberts Drive Campus. Ashland Community and Technical
19 College shall use all the proceeds from the disposition of the real property to support a
20 capital project for Ashland Community and Technical College.

21 (d) Notwithstanding KRS 45.777 and 164A.575(7), the Kentucky Community and
22 Technical College System may dispose of certain real property and improvements located
23 in Ashland, Kentucky at the East Park Industrial Park. Ashland Community and
24 Technical College shall use all the proceeds from the disposition of the real property to
25 support a capital project for Ashland Community and Technical College.

26 (e) Notwithstanding KRS 45.777 and 164A.575(7), the Kentucky Community and
27 Technical College System may dispose of certain real property and improvements located

1 in Morehead, Kentucky at the Rowan Campus. Maysville Community and Technical
2 College shall use all the proceeds from the disposition of the real property to support a
3 capital project for Maysville Community and Technical College.

4 **(4) Salary Increases:** It is the intent of the 2014 General Assembly that
5 employees of the Kentucky Community and Technical College System (KCTCS) who are
6 in the University of Kentucky personnel system shall be treated the same, with respect to
7 compensation plans and salary increases implemented by KCTCS, as all other employees
8 of KCTCS. Specifically, KCTCS shall not utilize the practice of providing lower salary
9 increases to KCTCS employees who are in the University of Kentucky personnel system
10 in order to offset money paid to the University of Kentucky for the cost of providing
11 health insurance to these employees.

12 KCTCS shall make no distinction in compensation plans or salary increases among
13 its employees based upon the personnel system to which they belong, except that KCTCS
14 may make up the lower salary increases given in the past to those employees of KCTCS
15 in the University of Kentucky personnel system which were based upon reimbursing the
16 University of Kentucky for the cost of providing health insurance.

17 **(5) Guaranteed Energy Savings Performance Contracts:** Notwithstanding
18 KRS 56.770 and 56.774, guaranteed energy savings performance contracts may be
19 executed for buildings operated by the Kentucky Community and Technical College
20 System under agreements governed by KRS 164.593.

21 **(6) Tuition and Fees:** Notwithstanding KRS 164.020(8), the Kentucky
22 Community and Technical College System may establish and implement a mandatory
23 student fee, on a college-by-college basis, not to exceed eight dollars per credit hour to be
24 used exclusively for debt service on amounts not to exceed 75 percent of the total project
25 cost of Kentucky Community and Technical College System agency bond projects
26 included in Part II, J., 11. of this Act. For any fee established pursuant to this section, not
27 more than 50 percent of the total fee amount may be assessed in fiscal year 2014-2015.

1 Notwithstanding KRS 164.350, 164.5807, and 164.600, the mandatory student fee may
 2 only be established and implemented for each college upon the affirmative
 3 recommendation of each college's Board of Directors, and the Kentucky Community and
 4 Technical College System Board of Regents shall conform to any such recommendation.
 5 The mandatory student fee, if recommended by a college's Board of Directors and
 6 established and implemented pursuant to such recommendation, shall only be used for
 7 debt service on agency bond projects for the college recommending the fee. Any fee
 8 established pursuant to this section shall cease to be assessed upon the retirement of the
 9 project bonds for which it serviced debt. Prior to the issuance of any bonds, the Kentucky
 10 Community and Technical College System shall certify in writing to the Secretary of the
 11 Finance and Administration Cabinet that sufficient funds have been raised to meet the
 12 local match equivalent to 25 percent of the total project cost.

13 **(7) Housing Allowance for the President:** Beginning January 1, 2015, no
 14 housing allowance shall be provided for the President of the Kentucky Community and
 15 Technical College System.

16 **TOTAL - POSTSECONDARY EDUCATION**

	2013-14	2014-15	2015-16
17 General Fund (Tobacco)	-0-	6,072,500	4,707,500
18 General Fund	1,800,000	1,157,896,600	1,192,911,900
19 Restricted Funds	293,800	4,724,771,600	4,901,204,100
20 Federal Funds	-0-	907,149,800	938,190,700
21 TOTAL	2,093,800	6,795,890,500	7,037,014,200

23 **L. PUBLIC PROTECTION CABINET**

24 **Budget Units**

25 **1. SECRETARY**

	2014-15	2015-16
26 General Fund	277,900	283,100

1	Restricted Funds	5,830,500	5,930,800
2	TOTAL	6,108,400	6,213,900
3	2. BOXING AND WRESTLING AUTHORITY		
4		2014-15	2015-16
5	Restricted Funds	167,100	169,100
6	3. ALCOHOLIC BEVERAGE CONTROL		
7		2014-15	2015-16
8	General Fund	607,800	618,100
9	Restricted Funds	5,820,500	5,770,400
10	TOTAL	6,428,300	6,388,500
11	4. CHARITABLE GAMING		
12		2014-15	2015-16
13	Restricted Funds	3,474,000	3,489,300
14	5. BOARD OF CLAIMS/CRIME VICTIMS' COMPENSATION BOARD		
15		2014-15	2015-16
16	General Fund	696,400	708,900
17	Restricted Funds	1,027,300	1,041,700
18	Federal Funds	450,000	400,000
19	TOTAL	2,173,700	2,150,600
20	6. FINANCIAL INSTITUTIONS		
21		2014-15	2015-16
22	Restricted Funds	10,612,100	10,984,400
23	7. HORSE RACING COMMISSION		
24		2014-15	2015-16
25	General Fund	698,700	2,738,600
26	Restricted Funds	28,357,200	26,478,500
27	TOTAL	29,055,900	29,217,100

(1) **Kentucky Thoroughbred Development Fund:** Notwithstanding KRS 138.510 and 230.265(3), funds in the amount of \$1,000,000 in fiscal year 2013-2014 shall be transferred from the Kentucky Equine Drug Research Council to the Kentucky Thoroughbred Development Fund for purposes specified in KRS 230.400.

8. HOUSING, BUILDINGS AND CONSTRUCTION

	2014-15	2015-16
General Fund	2,455,300	2,501,500
Restricted Funds	18,124,100	18,478,200
TOTAL	20,579,400	20,979,700

(1) **Funding Flexibility:** Notwithstanding KRS 198B.090(10), 198B.095(2), 198B.4037(2), (3) and (4), 198B.6674, 227.620(5), 227A.050(1) and (2), 227.715, 236.130(3), and 318.136, the Department of Housing, Buildings and Construction may expend, with the approval of any affected boards, any Restricted Funds for programs administered by the Department. The Department shall return any funds transferred from a board back to the board within the fiscal biennium.

9. INSURANCE

	2014-15	2015-16
Restricted Funds	17,604,500	17,759,800
Federal Funds	1,065,700	1,098,700
TOTAL	18,670,200	18,858,500

10. TAX APPEALS

	2014-15	2015-16
General Fund	464,300	471,800

TOTAL - PUBLIC PROTECTION CABINET

	2014-15	2015-16
General Fund	5,200,400	7,322,000
Restricted Funds	91,017,300	90,102,200

1	Federal Funds	1,515,700	1,498,700
2	TOTAL	97,733,400	98,922,900

3 **M. TOURISM, ARTS AND HERITAGE CABINET**

4 **Budget Units**

5 **1. SECRETARY**

6		2014-15	2015-16
7	General Fund	2,544,100	2,598,300
8	Restricted Funds	12,910,000	10,086,500
9	TOTAL	15,454,100	12,684,800

10 **(1) Tourism Grants:** Included in the above Restricted Funds appropriation is
 11 \$405,000 in each fiscal year for the purpose of supporting the following grants: The
 12 National Quilt Museum of Paducah, \$36,000 in each fiscal year; Stephen Foster, \$81,000
 13 in each fiscal year; Pioneer School of Drama, \$28,500 in each fiscal year; Pine Knob
 14 Theater, \$29,500 in each fiscal year; Kincaid Regional Theater, \$27,500 in each fiscal
 15 year; Twilight Cabaret, \$9,000 in each fiscal year; Jenny Wiley, \$39,500 in each fiscal
 16 year; Morehead Tourism Commission Outdoor Theater, \$19,500 in each fiscal year; Fort
 17 Harrod Drama Productions, \$41,000 in each fiscal year; Greenbo Lake State Resort Park,
 18 \$10,000 in each fiscal year; Russell County Ruscotown Players Production, \$25,000 in
 19 each fiscal year; Kentucky Shakespeare Festival, \$19,500 in each fiscal year; Plaza
 20 Theater in Glasgow, \$19,500 in each fiscal year; and Kentucky Conservatory Theater,
 21 \$19,500 in each fiscal year. If the agency finds that a grant recipient no longer exists, the
 22 appropriation for that grant shall lapse to the credit of the Tourism, Meeting, and
 23 Convention Marketing Fund established under KRS 142.406.

24 **(2) Statewide Marketing Plan:** The Tourism, Arts and Heritage Cabinet shall
 25 develop a statewide marketing plan for the Tourism, Meeting, and Convention Marketing
 26 Fund. The plan shall detail the projected uses of revenues from the transient room tax and
 27 develop strategies for maximizing the effectiveness of statewide marketing efforts

1 supported by this tax. The Cabinet shall present this plan to the Interim Joint Committee
2 on Appropriations and Revenue by October 1, 2014.

3 **2. ARTISANS CENTER**

4		2014-15	2015-16
5	General Fund	389,200	406,300
6	Restricted Funds	1,583,400	1,583,400
7	Road Fund	393,400	410,500
8	TOTAL	2,366,000	2,400,200

9 **3. TRAVEL**

10		2014-15	2015-16
11	General Fund	3,094,400	3,152,400
12	Restricted Funds	45,000	41,100
13	TOTAL	3,139,400	3,193,500

14 **(1) Bluegrass State Games:** Included in the above General Fund appropriation is
15 \$50,000 in each fiscal year for the Bluegrass State Games.

16 **4. PARKS**

17		2013-14	2014-15	2015-16
18	General Fund	8,216,900	33,572,800	34,429,000
19	Restricted Funds	-0-	49,301,900	49,298,100
20	TOTAL	8,216,900	82,874,700	83,727,100

21 **(1) Park Capital Maintenance and Renovation Fund:** Notwithstanding KRS
22 148.810, no transfer to the Park Capital Maintenance and Renovation Fund shall be made.

23 **(2) Debt Service:** Included in the above General Fund appropriation is \$375,500
24 in fiscal year 2014-2015 and \$917,500 in fiscal year 2015-2016 for new debt service to
25 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

26 **5. HORSE PARK COMMISSION**

27		2014-15	2015-16
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1	General Fund	2,471,800	2,510,800
2	Restricted Funds	10,518,800	10,592,600
3	TOTAL	12,990,600	13,103,400

4 **6. STATE FAIR BOARD**

5		2013-14	2014-15	2015-16
6	General Fund	10,500,000	3,897,100	4,196,400
7	Restricted Funds	-0-	42,715,200	46,189,600
8	TOTAL	10,500,000	46,612,300	50,386,000

9 **(1) Debt Service-General Fund:** Included in the above General Fund
10 appropriation is \$189,000 in fiscal year 2014-2015 and \$2,459,500 in fiscal year 2015-
11 2016 for new debt service to support new bonds as set forth in Part II, Capital Projects
12 Budget, of this Act.

13 **(2) Property Sale Proceeds:** Notwithstanding KRS 45.777, the proceeds from
14 any sale of real property assigned to the State Fair Board, not to exceed \$7,400,000, shall
15 be transferred to the Finance and Administration Cabinet to offset debt service paid by
16 the Cabinet on behalf of the State Fair Board. Any proceeds in excess of \$7,400,000 shall
17 be deposited in a Restricted Funds account for the benefit of the State Fair Board.

18 **7. FISH AND WILDLIFE RESOURCES**

19		2014-15	2015-16
20	Restricted Funds	34,724,200	33,800,600
21	Federal Funds	17,895,000	16,371,300
22	TOTAL	52,619,200	50,171,900

23 **(1) Fish and Wildlife Resources Peace Officers' Stipend:** Included in the above
24 Restricted Funds appropriation is sufficient funding for a \$3,100 annual training incentive
25 stipend for Fish and Wildlife Resources Conservation officers from the Fish and Game
26 Fund, to be effective July 1, 2014.

27 **8. HISTORICAL SOCIETY**

1		2014-15	2015-16
2	General Fund	5,784,800	6,007,400
3	Restricted Funds	457,800	457,800
4	Federal Funds	537,100	363,700
5	TOTAL	6,779,700	6,828,900

6 **(1) Debt Service:** Included in the above General Fund appropriation is \$134,000
7 in fiscal year 2015-2016 for new debt service to support new bonds as set forth in Part II,
8 Capital Projects Budget, of this Act.

9 **(2) Oral History Grants:** Included in the above General Fund appropriation is
10 \$50,000 in each fiscal year for Oral History grants.

11 **9. ARTS COUNCIL**

12		2014-15	2015-16
13	General Fund	3,017,300	2,796,200
14	Restricted Funds	151,600	151,600
15	Federal Funds	759,800	759,800
16	TOTAL	3,928,700	3,707,600

17 **(1) Open Meetings:** Any entity involved in producing or financing arts on a local
18 or statewide basis, since the inception of fiscal year 2004-2005, which received a total of
19 \$25,000 or less as a result of appropriations or grants from state or local governmental
20 units, shall be exempt from the requirements of KRS 61.800 to 61.850.

21 **(2) Open Records:** Any entity involved in producing or financing arts on a local
22 or statewide basis, since the inception of fiscal year 2004-2005, which received a total of
23 \$25,000 or less as a result of appropriations or grants from state or local governmental
24 units shall be exempt from the requirements of KRS 61.870 to 61.884.

25 **(3) Marshall County Arts Commission Children's Theatre:** Included in the
26 above General Fund appropriation is \$250,000 in fiscal year 2014-2015 for the Marshall
27 County Arts Commission Children's Theatre.

1 **10. HERITAGE COUNCIL**

2		2014-15	2015-16
3	General Fund	736,900	747,300
4	Restricted Funds	262,100	265,300
5	Federal Funds	814,500	825,200
6	TOTAL	1,813,500	1,837,800

7 **11. KENTUCKY CENTER FOR THE ARTS**

8		2014-15	2015-16
9	General Fund	1,031,200	1,123,700

10 **(1) Debt Service:** Included in the above General Fund appropriation is \$92,500 in
 11 fiscal year 2014-2015 and \$185,000 in fiscal year 2015-2016 for new debt service to
 12 support new bonds as set forth in Part II, Capital Projects Budget, of this Act.

13 **TOTAL - TOURISM, ARTS AND HERITAGE CABINET**

14		2013-14	2014-15	2015-16
15	General Fund	18,716,900	56,539,600	57,967,800
16	Restricted Funds	-0-	152,670,000	152,466,600
17	Federal Funds	-0-	20,006,400	18,320,000
18	Road Fund	-0-	393,400	410,500
19	TOTAL	18,716,900	229,609,400	229,164,900

20 **PART II**

21 **CAPITAL PROJECTS BUDGET**

22 **(1) Capital Construction Fund Appropriations and Reauthorizations:**
 23 Moneys in the Capital Construction Fund are appropriated for the following capital
 24 projects subject to the conditions and procedures in this Act. Items listed without
 25 appropriated amounts are previously authorized for which no additional amount is
 26 required. These items are listed in order to continue their current authorization into the
 27 2014-2016 fiscal biennium. Unless otherwise specified, reauthorized projects shall

1 conform to the original authorization enacted by the General Assembly.

2 **(2) Expiration of Existing Line-Item Capital Construction Projects:** All
3 appropriations to existing line-item capital construction projects expire on June 30, 2014,
4 unless reauthorized in this Act with the following exceptions: (a) A construction or
5 purchase contract for the project shall have been awarded by June 30, 2014; (b)
6 Permanent financing or a short-term line of credit sufficient to cover the total authorized
7 project scope shall have been obtained in the case of projects authorized for bonds, if the
8 authorized project completes an initial draw on the line of credit within the fiscal
9 biennium immediately subsequent to the original authorization; and (c) Grant or loan
10 agreements, if applicable, shall have been finalized and properly signed by all necessary
11 parties by June 30, 2014. Notwithstanding the criteria set forth in this subsection, the
12 disposition of 2012-2014 fiscal biennium nonstatutory appropriated maintenance pools
13 funded from Capital Construction Investment Income shall remain subject to the
14 provisions of KRS 45.770(5)(c).

15 **(3) Bond Proceeds Investment Income:** Investment income earned from bond
16 proceeds beyond that which is required to satisfy Internal Revenue Service arbitrage
17 rebates and penalties and excess bond proceeds upon the completion of a bond-financed
18 capital project shall be used to pay debt service according to the Internal Revenue Service
19 Code and accompanying regulations.

20 **(4) Appropriations for Projects Not Line-Itemized:** Inasmuch as the
21 identification of specific projects in a variety of areas of the state government cannot be
22 ascertained with absolute certainty at this time, amounts are appropriated for specific
23 purposes to projects which are not individually identified in this Act in the following
24 areas: Kentucky Infrastructure Authority Water and Sewer Grant Projects, and Broadband
25 Grant Projects; Repair of State-Owned Dams; Land Acquisition; Property Demolition;
26 Guaranteed Energy Savings Performance Contract projects; Wetland and Stream
27 Mitigation; Economic Development projects, which shall include authorization for the

1 High-Tech Construction Pool and the High-Tech Investment Pool; Infrastructure projects;
 2 Heritage Land Conservation projects; Flood Control projects; Parks Development Pool;
 3 Bond-funded maintenance pools; Postsecondary Education Institutions Capital Renewal,
 4 Life Safety, and Code Compliance pools and Major Items of Equipment pools; the
 5 Postsecondary Education Institutions Technology and Equipment Pool; the Postsecondary
 6 Education Institutions Research Support - Lab Renovation and Equipment Pools;
 7 Construct Student Housing at the University of Kentucky; and Commonwealth Office of
 8 Technology Infrastructure Upgrades. Any projects estimated to cost over \$600,000 and
 9 equipment estimated to cost over \$200,000 shall be reported to the Capital Projects and
 10 Bond Oversight Committee.

11 **(5) Bond Issues for Tobacco and Non-Coal Producing Counties:** Any
 12 authorized bond project from the Infrastructure for Economic Development Fund for
 13 Tobacco Counties, Water and Sewer Resource Development Fund for Tobacco Counties,
 14 and Infrastructure for Economic Development Fund for Non-Coal Producing Counties
 15 may be financed from any associated bond issue for the Infrastructure for Economic
 16 Development Fund for Tobacco Counties, Water and Sewer Resource Development Fund
 17 for Tobacco Counties, and Infrastructure for Economic Development Fund for Non-Coal
 18 Producing Counties.

19 **(6) Capital Construction and Equipment Purchase Contingency Account:** If
 20 funds in the Capital Construction and Equipment Purchase Contingency Account are not
 21 sufficient, then expenditures of the fund are to be paid first from the General Fund
 22 Surplus Account (KRS 48.700), if available, or from the Budget Reserve Trust Fund
 23 Account (KRS 48.705), subject to the conditions and procedures provided in this Act.

24 **(7) Emergency Repair, Maintenance, and Replacement Account:** If funds in
 25 the Emergency Repair, Maintenance, and Replacement Account are not sufficient, then
 26 expenditures of the fund are to be paid first from the General Fund Surplus Account
 27 (KRS 48.700), if available, or from the Budget Reserve Trust Fund Account (KRS

1 48.705), subject to the conditions and procedures provided in this Act.

2 **(8) Expiring Debt:** The following amounts of previously appropriated bond
3 funds shall expire upon passage of this Act: Infrastructure for Economic Development
4 Fund for Coal-Producing Counties (\$10,000,000) as set forth in 2006 Ky. Acts ch. 252,
5 Part II, Section N., 1., a., Whitley County, 004.; and Energy Projects Economic
6 Development Bond Pool (\$95,000,000) as set forth in 2007 (2nd Extra. Sess.) Ky. Acts
7 ch. 1, Section 60.

8 **A. GENERAL GOVERNMENT**

9 Budget Units	2014-15	2015-16
10 1. DEPARTMENT OF VETERANS' AFFAIRS		
11 001. Construct Fourth State Veterans' Nursing Home – Additional		
12 Bond Funds	2,000,000	-0-
13 002. Maintenance Pool – 2014-2016		
14 Investment Income	315,000	315,000
15 003. Construct State Veterans' Cemetery – Southeast Kentucky (Leslie		
16 County) Reauthorization (\$200,000 General Fund, \$6,000,000 Federal		
17 Funds)		
18 2. KENTUCKY INFRASTRUCTURE AUTHORITY		
19 001. KIA Fund A – Federally Assisted Wastewater Program – 2014-2016		
20 Federal Funds	16,227,100	16,211,300
21 Bond Funds	-0-	3,100,000
22 Agency Bonds	100,000,000	-0-
23 TOTAL	116,227,100	19,311,300

24 **(1) Permitted Use of Funds:** The Bond Funds shall be used to meet the
25 state match requirement for federal funds for the Wastewater State Revolving Loan Fund
26 program.

27 **002. KIA Fund F – Drinking Water Revolving Loan Program – 2014-2016**

1	Federal Funds	12,757,700	12,753,000
2	Bond Funds	-0-	2,300,000
3	Agency Bonds	25,000,000	-0-
4	TOTAL	37,757,700	15,053,000

5 **(1) Permitted Use of Funds:** The Bond Funds shall be used to meet the
6 state match requirement for federal funds for the Safe Drinking Water State Revolving
7 Loan Fund program.

8 **003.** Jessamine-South Elkhorn Water District - Catnip Hill Pike 1.0 MG
9 Elevated Storage Tank Project (WX21113016) Reauthorization and
10 Reallocation (\$440,000 Bond Funds)

11 **(1) Reauthorization and Reallocation:** The above project is authorized
12 from a reallocation of the City of Wilmore - Sewer System Service to Ichthus Area
13 project as set forth in 2006 Ky. Acts, ch. 252, Part II, O., Jessamine County, 004. and
14 amended by 2006 Ky. Acts, ch. 251, Section 73., the Jessamine County Fiscal Court -
15 Sewer Project project as set forth in 2006 Ky. Acts, ch. 252, Part II, O., Jessamine
16 County, 007. and amended by 2006 Ky. Acts, ch. 251, Section 74., and the Jessamine
17 County Fiscal Court - Sewer Service to Centennial Park project as set forth in 2006 Ky.
18 Acts, ch. 252, Part II, O., Jessamine County, 008. and amended by 2006 Ky. Acts, ch.
19 251, Section 75.

20 **004.** Harlan County Fiscal Court - Black Mountain Utility District -
21 Greenhill Water Line Rehabilitation Project Reauthorization and
22 Reallocation (\$325,000 Restricted Funds)

23 **(1) Reauthorization and Reallocation:** The above project is authorized
24 from a reallocation of the Harlan County Fiscal Court - Black Mountain Utility District -
25 Greenhill Water - Woodward Water Project Reauthorization and Reallocation project as
26 set forth in 2012 Ky. Acts, ch. 144, Section 1., Part II, A., 2., 016.

27 **005.** Greenup County Fiscal Court - Water Lines Reauthorization and

1 Reallocation (\$25,000 Bond Funds)

2 **(1) Reauthorization and Reallocation:** The above project is authorized
 3 from a reallocation of the Greenup County Fiscal Court - South Shore - McKell Branch
 4 Water and Sewer Work for Meeting Room Expansion/Renovation project as set forth in
 5 2008 Ky. Acts ch. 191, Section 2, Greenup County, 020. and in 2009 Ky. Acts ch. 50,
 6 Section 2, Greenup County, 020.

7 **006.** Greenup County Fiscal Court - Water and Sewer Reauthorization and
 8 Reallocation (\$20,000 Bond Funds)

9 **(1) Reauthorization and Reallocation:** The above project is authorized
 10 from a reallocation of the Greenup County Fiscal Court - Water and Sewer Improvements
 11 project as set forth in 2005 Ky. Acts ch. 170, Volume Ia, Part II, Infrastructure for
 12 Economic Development Fund for Coal Producing Counties, Greenup.

13 **007.** City of Wurtland - Sewer Expansion Project Reauthorization and
 14 Reallocation (\$100,996 Bond Funds)

15 **(1) Reauthorization and Reallocation:** The above project is authorized
 16 from a reallocation of the City of Wurtland - Lloyd Sewer Expansion Project project as
 17 set forth in 2005 Ky. Acts ch. 170, Volume Ia, Part II, Infrastructure for Economic
 18 Development Fund for Coal Producing Counties, Greenup.

19 **008.** City of Wurtland - Sewer Project (SX21089021) Reauthorization and
 20 Reallocation (\$470,000 Bond Funds)

21 **(1) Reauthorization and Reallocation:** The above project is authorized
 22 from a reallocation of the City of Wurtland - Lloyd Sewer Project (SX21089021) project
 23 as set forth in 2006 Ky. Acts, ch. 252, Part II, N., Greenup County, 009.

24 **009.** City of Scottsville - Spring Valley Sewer Extension Project
 25 (SX21003026) Reauthorization and Reallocation (\$102,500 Bond
 26 Funds)

27 **(1) Reauthorization and Reallocation:** The above project is authorized

from a reallocation of the City of Scottsville - 980 Project Extension Sewer and Water to New Highway #231 project as set forth in 2005 Ky. Acts ch. 170, Volume Ia, Part II, Infrastructure for Economic Development Fund for Tobacco Counties, Allen and the City of Scottsville - Sewer Lines to Future Industrial Property project as set forth in 2008 Ky. Acts ch. 191, Section 2, Allen County, 005. and in 2009 Ky. Acts ch. 50, Section 2, Allen County, 005.

010. City of Manchester - Raw Water Pump Replacement - Goose Creek Intake (WX21051009) Reauthorization and Reallocation (\$50,000 Restricted Funds)

(1) Reauthorization and Reallocation: The above project is authorized from a reallocation of the City of Manchester - Hacker Water Line - Hacker School to Fire Department project as set forth in 2012 Ky. Acts, ch. 144, Section 1., Part II, M., Clay County, 001.

011. Bourbon County Fiscal Court - City of Paris - Centerville Sewer Project (SX21017009) Reauthorization and Reallocation (\$257,700 Bond Funds)

(1) Reauthorization and Reallocation: The above project is authorized from a reallocation of the Bourbon County Fiscal Court - Bourbon Hills Sanitary Sewer Collection Project project as set forth in 2005 Ky. Acts ch. 170, Volume Ia, Part II, Infrastructure for Economic Development Fund for Tobacco Counties, Bourbon and the City of Paris - Bourbon Hills Sanitary Sewer Collection Project (SX21017006) project as set forth in 2008 Ky. Acts ch. 191, Section 2, Bourbon County, 005. and in 2009 Ky. Acts ch. 50, Section 2, Bourbon County, 005. and the City of Paris - Bourbon Hills Sanitary Sewer Collection Project Phase II (SX21017011) project as set forth in 2008 Ky. Acts ch. 191, Section 2, Bourbon County, 007. and in 2009 Ky. Acts ch. 50, Section 2, Bourbon County, 007. and the Bourbon County Fiscal Court - Fire Hydrant Project project as set forth in 2006 Ky. Acts, ch. 252, Part II, O., Bourbon County, 003.

1 **012. City of Greenup - Supplemental Fire Hydrant - Rte. 207**

2 Reauthorization and Reallocation (\$1,000 Bond Funds)

3 **(1) Reauthorization and Reallocation:** The above project is authorized
4 from a reallocation of the City of Greenup - Water Improvements Reauthorization and
5 Reallocation project as set forth in 2012 Ky. Acts, ch. 144, Section 1., Part II, A., 2., 010.

6 **013. Monroe County Water District - Monroe County Water District**

7 Improvement - Tooley Ridge Tank Replacement (WX21171008)

8 Reauthorization and Reallocation (\$270,000 Bond Funds)

9 **(1) Reauthorization and Reallocation:** The above project is authorized
10 from a reallocation of the Monroe-Tompkinsville Regional Water Treatment Plant -
11 Monroe - Tompkinsville Regional Water Treatment Plant (WX21171027) project as set
12 forth in 2008 Ky. Acts ch. 191, Section 2, Monroe County, 004. and in 2009 Ky. Acts ch.
13 50, Section 2, Monroe County, 004.

14 **014. Monroe County Water District - Monroe County - City of Edmonton**

15 Interconnect (WX21171044) Reauthorization and Reallocation

16 (\$99,000 Bond Funds)

17 **(1) Reauthorization and Reallocation:** The above project is authorized
18 from a reallocation of the Monroe-Tompkinsville Regional Water Treatment Plant -
19 Monroe - Tompkinsville Regional Water Treatment Plant (WX21171027) project as set
20 forth in 2008 Ky. Acts ch. 191, Section 2, Monroe County, 004. and in 2009 Ky. Acts ch.
21 50, Section 2, Monroe County, 004.

22 **015. Monroe County Water District - Treatment Plant Upgrade Phase 2**

23 (WX21171045) Reauthorization and Reallocation (\$78,266 Bond

24 Funds)

25 **(1) Reauthorization and Reallocation:** The above project is authorized
26 from a reallocation of the Monroe-Tompkinsville Regional Water Treatment Plant -
27 Monroe - Tompkinsville Regional Water Treatment Plant (WX21171027) project as set

1 forth in 2008 Ky. Acts ch. 191, Section 2, Monroe County, 004. and in 2009 Ky. Acts ch.
2 50, Section 2, Monroe County, 004.

3 **016. City of Tompkinsville - Beldon Water Tank Rehab (WX21171020)**

4 Reauthorization and Reallocation (\$100,000 Bond Funds)

5 **(1) Reauthorization and Reallocation:** The above project is authorized
6 from a reallocation of the City of Tompkinsville - East Industrial Park Sewer
7 Improvements (SX21171013) project as set forth in 2008 Ky. Acts ch. 191, Section 2,
8 Monroe County, 002. and in 2009 Ky. Acts ch. 50, Section 2, Monroe County, 002.

9 **017. Monroe County Water District - Treatment Plant Upgrade Phase 2**

10 (WX21171045) Reauthorization and Reallocation (\$320,096 Bond
11 Funds)

12 **(1) Reauthorization and Reallocation:** The above project is authorized
13 from a reallocation of the Tompkinsville and Monroe County Water Districts - Joint
14 Water Treatment Plant project as set forth in 2006 Ky. Acts, ch. 252, Part II, O., Monroe
15 County, 005.

16 **018. City of Campbellsville - Wastewater Treatment Plant Improvements**

17 (SX21217001) Reauthorization and Reallocation (\$267,100 Bond
18 Funds)

19 **(1) Reauthorization and Reallocation:** The above project is authorized
20 from a reallocation of the City of Campbellsville - Sewer Lines for Campbellsville
21 Bypass project as set forth in 2008 Ky. Acts ch. 191, Section 2, Taylor County, 002. and
22 in 2009 Ky. Acts ch. 50, Section 2, Taylor County, 002., and the City of Campbellsville -
23 Water and Sewer for Campbellsville/Taylor County Regional Health Center and Various
24 Projects project as set forth in 2008 Ky. Acts ch. 191, Section 2, Taylor County, 005. and
25 in 2009 Ky. Acts ch. 50, Section 2, Taylor County, 005.

26 **3. MILITARY AFFAIRS**

27 **001. Construct Joint Forces Readiness Center Phase I – Frankfort –**

1 Additional Reauthorization (\$9,500,000 Federal Funds)

2 Federal Funds 13,500,000 -0-

3 **002.** Construct Building 102 – Bluegrass Station

4 Other Funds 12,500,000 -0-

5 **(1) Authorization:** The above authorization is approved pursuant to KRS
6 45.763.

7 **003.** Construct Building 222 – Bluegrass Station

8 Other Funds 10,970,000 -0-

9 **(1) Authorization:** The above authorization is approved pursuant to KRS
10 45.763.

11 **004.** Convert Existing Army Aviation Support Facility to Combined Support
12 Maintenance Shop Facility – Frankfort

13 Federal Funds 9,500,000 -0-

14 **005.** Construct Building 196 – Bluegrass Station

15 Other Funds 8,000,000 -0-

16 **(1) Authorization:** The above authorization is approved pursuant to KRS
17 45.763.

18 **006.** Construct Building 223 – Bluegrass Station

19 Other Funds 7,000,000 -0-

20 **(1) Authorization:** The above authorization is approved pursuant to KRS
21 45.763.

22 **007.** Construct Qualification Training Range – WHFRTC

23 Federal Funds 6,515,000 -0-

24 **008.** Construct Building 198 – Bluegrass Station

25 Other Funds 5,850,000 -0-

26 **(1) Authorization:** The above authorization is approved pursuant to KRS
27 45.763.

1	009. Construct Building 197 – Bluegrass Station		
2	Other Funds	5,750,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS		
4	45.763.		
5	010. Maintenance Pool – 2014-2016		
6	Bond Funds	1,000,000	1,000,000
7	011. Renovation of Butler Building Property Phase 2 – Louisville		
8	Restricted Funds	2,000,000	-0-
9	012. Upgrade of Security Infrastructure – Bluegrass Station		
10	Restricted Funds	1,500,000	-0-
11	013. Construct New Access Road – Bluegrass Station		
12	Restricted Funds	1,000,000	-0-
13	014. Construct Replacement Human Resources Office Building – Frankfort		
14	– Additional Reauthorization (\$275,000 Restricted Funds, \$825,000		
15	Federal Funds)		
16	Restricted Funds	250,000	-0-
17	Federal Funds	750,000	-0-
18	TOTAL	1,000,000	-0-
19	015. Demolish Obsolete Structures – Bluegrass Station		
20	Restricted Funds	1,000,000	-0-
21	016. Construct Chemical Enhanced Response Force Package Building Phase		
22	II – Frankfort		
23	Federal Funds	950,000	-0-
24	017. Demolition of Combined Support Maintenance Shop – Frankfort		
25	Federal Funds	825,000	-0-
26	018. Construct Pole Barns at Bluegrass Station Reauthorization (\$2,200,000		
27	Restricted Funds)		

1 **019. Renovate Butler Reserve Center – Louisville Reauthorization**

2 (\$5,000,000 Restricted Funds)

3 **4. ATTORNEY GENERAL**

4 **001. Franklin County – Lease**

5 **5. UNIFIED PROSECUTORIAL SYSTEM**

6 **a. Commonwealth's Attorneys**

7 **001. Jefferson County – Lease**

8 **6. TREASURY**

9 **001. Lease-Purchase Check Printers and Fold Sealers**

10	Investment Income	163,000	163,000
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11 **7. AGRICULTURE**

12 **001. Franklin County – Lease**

13 **002. Jefferson County – Lease**

14 **8. OCCUPATIONAL AND PROFESSIONAL BOARDS AND COMMISSIONS**

15 **a. Nursing**

16 **001. Jefferson County – Lease**

17 **9. KENTUCKY RIVER AUTHORITY**

18 **001. Design Dam 10**

19	Restricted Funds	2,200,000	-0-
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20 **10. SCHOOL FACILITIES CONSTRUCTION COMMISSION**

21 **001. Offers of Assistance – 2012-2014**

22	Bond Funds	100,000,000	-0-
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23 **002. School Facilities Construction Commission Reauthorization**

24 (\$126,295,000 Bond Funds)

25 **B. ECONOMIC DEVELOPMENT CABINET**

26 **(1) Economic Development Bond Issues:** Before any economic development
27 bonds are issued, the proposed bond issue shall be approved by the Secretary of the

Finance and Administration Cabinet and the State Property and Buildings Commission under KRS 56.440 to 56.590. In addition to the terms and conditions of KRS 154.12-100, administration of the Economic Development Bond Program by the Secretary of the Cabinet for Economic Development is subject to the following guideline: project selection shall be documented when presented to the Secretary of the Finance and Administration Cabinet. Included in the documentation shall be the rationale for selection and expected economic development impact.

(2) Use of New Economy Funds: Notwithstanding 2010 (1st Extra. Sess.) Ky. Acts ch. 1, Part II, B., the \$5,000,000 in the High-Tech Construction and High-Tech Investment Pool is available for projects and loans approved by the Kentucky Economic Development Finance Authority under the terms and conditions of its existing loan programs as well as for projects in the High-Tech Construction Pool and the High-Tech Investment Pool in KRS 154.12-278.

(3) Use of New Economy Funds, Economic Development Bond Funds, and Kentucky Economic Development Finance Authority Loan Pool: Notwithstanding KRS 154.12-100, 154.12-278(4) and (5), and 154.20-035, the Secretary of the Cabinet for Economic Development may use funds appropriated in the Economic Development Bond Program, High-Tech Construction/Investment Pool, and the Kentucky Economic Development Finance Authority Loan Pool interchangeably for economic development projects.

Budget Units	2014-15	2015-16
1. ECONOMIC DEVELOPMENT		
001. Economic Development Bond Program – 2014-2016		
Bond Funds	-0-	7,000,000
002. High-Tech Construction/Investment Pool – 2014-2016		
Bond Funds	-0-	7,000,000
003. Kentucky Economic Development Finance Authority Loan Pool –		

1 2014-2016

2	Bond Funds	-0-	7,000,000
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3 **C. DEPARTMENT OF EDUCATION**

4	Budget Units	2014-15	2015-16
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5 **1. OPERATIONS AND SUPPORT SERVICES**

6 **001. Maintenance Pool – 2014-2016**

7	Bond Funds	675,000	675,000
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8 D. EDUCATION AND WORKFORCE DEVELOPMENT CABINET

9	Budget Units	2014-15	2015-16
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10 **1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT**

11 **001. Maintenance Pool – 2014-2016**

12	Investment Income	400,000	400,000
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13 **2. KENTUCKY EDUCATIONAL TELEVISION**

14 **001. Maintenance Pool – 2014-2016**

15	Investment Income	300,000	300,000
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16 **002. Digital Conversion/Phase 3**

17	General Fund	2,000,000	-0-
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18 3. LIBRARIES AND ARCHIVES

19 **a. GENERAL OPERATIONS**

20 **001. Franklin County – Lease**

21 4. EMPLOYMENT AND TRAINING

22 **001. Hardin County – Lease**

23 **002. Kenton County – Lease**

24 **5. VOCATIONAL REHABILITATION**

25 **001. Fayette County – Lease**

26 6. EDUCATION PROFESSIONAL STANDARDS BOARD

27 **001. Educator Preparation System**

1	Restricted Funds	1,270,000	-0-
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2	E. ENERGY AND ENVIRONMENT CABINET
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3	Budget Units	2014-15	2015-16
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4	1. SECRETARY
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5	001. Kentucky Heritage Land Conservation Fund – 2014-2016
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6	Federal Funds	5,000,000	5,000,000
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7	Restricted Funds	5,000,000	5,000,000
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8	TOTAL	10,000,000	10,000,000
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9	002. Maintenance Pool – 2014-2016
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10	Investment Income	200,000	200,000
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11	2. ENVIRONMENTAL PROTECTION
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12	001. TEMPO System Upgrade
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13	Capital Construction Surplus	735,000	-0-
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14	002. State-Owned Dam Repair – 2014-2016
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15	Bond Funds	-0-	600,000
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16	003. Franklin County – Lease – 200 Fair Oaks
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17	004. Franklin County – Lease – 300 Fair Oaks
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18	3. NATURAL RESOURCES
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19	001. Franklin County – Lease
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20	F. FINANCE AND ADMINISTRATION CABINET
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21	Budget Units	2014-15	2015-16
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22	1. GENERAL ADMINISTRATION
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23	001. Next Generation Kentucky Information Highway
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24	Federal Funds	20,000,000	-0-
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25	Bond Funds	30,000,000	-0-
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26	Other Funds	20,000,000	-0-
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27	TOTAL	70,000,000	-0-
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1	002. Business One-Stop Portal – Phase II		
2	General Fund	2,600,000	-0-
3	Bond Funds	-0-	4,143,000
4	TOTAL	2,600,000	4,143,000
5	003. High Speed Inserters		
6	Restricted Funds	1,050,000	-0-
7	2. FACILITIES AND SUPPORT SERVICES		
8	001. Maintenance Pool – 2014-2016		
9	Bond Funds	3,000,000	3,000,000
10	002. Upgrade State Data Center Readiness		
11	Bond Funds	2,000,000	-0-
12	003. Install Energy Management System Controls		
13	Bond Funds	1,500,000	-0-
14	004. Guaranteed Energy Savings Performance Contracts		
15	005. Lease-Purchase State Office Building - Franklin County		
16	(1) Authorization: The above authorization is approved pursuant to KRS		
17	45.763.		
18	3. COMMONWEALTH OFFICE OF TECHNOLOGY		
19	(1) Transfer of Restricted Funds from Operating Budget: For the major		
20	equipment purchases displayed in this section funded from Restricted Funds, it is		
21	anticipated that these funds shall be transferred from the Operating Budget as funds are		
22	available and needed.		
23	001. Infrastructure Upgrades – 2014-2016		
24	Restricted Funds	7,500,000	7,500,000
25	002. Security Software		
26	Restricted Funds	2,700,000	-0-
27	003. Security Desk System		

1	Restricted Funds	1,200,000	-0-
2	004. Boone County – Lease		
3	005. Franklin County – Lease		
4	4. REVENUE		
5	001. Property Tax Systems Upgrade		
6	Restricted Funds	2,500,000	-0-
7	002. Modernized Front End Scanner Replacement		
8	Restricted Funds	1,500,000	-0-
9	5. KENTUCKY LOTTERY CORPORATION		
10	001. Data Processing, Telecommunications and Related Equipment		
11	Restricted Funds	3,000,000	3,000,000
12	002. iSeries System Upgrades		
13	Restricted Funds	700,000	700,000
14	G. HEALTH AND FAMILY SERVICES CABINET		
15	Budget Units	2014-15	2015-16
16	1. GENERAL ADMINISTRATION AND PROGRAM SUPPORT		
17	001. Maintenance Pool – 2014-2016		
18	Bond Funds	2,500,000	2,500,000
19	2. COMMISSION FOR CHILDREN WITH SPECIAL HEALTH CARE		
20	NEEDS		
21	001. Jefferson County – Lease		
22	3. BEHAVIORAL HEALTH, DEVELOPMENTAL AND INTELLECTUAL		
23	DISABILITIES		
24	001. Oakwood Specialty Clinic – Additional		
25	General Fund	326,000	-0-
26	002. Franklin County – Lease		
27	4. PUBLIC HEALTH		

1	001. Radiation Monitoring Equipment		
2	Bond Funds	2,486,000	-0-
3	002. Laboratory Newborn Screening Equipment		
4	Restricted Funds	1,040,000	-0-
5	003. Franklin County – Lease		
6	5. INCOME SUPPORT		
7	001. Franklin County – Lease		
8	002. Jefferson County – Lease		
9	6. COMMUNITY BASED SERVICES		
10	001. Boone County – Lease		
11	002. Boyd County – Lease		
12	003. Campbell County – Lease		
13	004. Daviess County – Lease		
14	005. Fayette County – Lease		
15	006. Fayette County – Lease – Centre Parkway		
16	007. Hardin County – Lease		
17	008. Johnson County – Lease		
18	009. Kenton County – Lease		
19	010. Scott County – Lease		
20	011. Shelby County – Lease		
21	012. Warren County – Lease		
22	7. HEALTH BENEFIT EXCHANGE		
23	001. Franklin County – Lease		
24	H. JUSTICE AND PUBLIC SAFETY CABINET		
25	Budget Units	2014-15	2015-16
26	1. CRIMINAL JUSTICE TRAINING		
27	001. Records and Registration Information System Replacement		

1	Restricted Funds	400,000	-0-
2	2. JUVENILE JUSTICE		
3	001. Maintenance Pool – 2014-2016		
4	Investment Income	500,000	500,000
5	3. STATE POLICE		
6	001. Replace/Upgrade Mobile Data Computers		
7	Bond Funds	2,000,000	-0-
8	002. Purchase Gas Chromatography/Mass Spectrometers		
9	Bond Funds	1,000,000	-0-
10	003. Maintenance Pool – 2014-2016		
11	Investment Income	400,000	400,000
12	4. CORRECTIONS		
13	a. Corrections Management		
14	001. Upgrade Kentucky Offender Management System		
15	Capital Construction Surplus	1,000,000	-0-
16	b. Adult Correctional Institutions		
17	001. Maintenance Pool – 2014-2016		
18	Bond Funds	2,750,000	2,750,000
19	5. PUBLIC ADVOCACY		
20	001. Fayette County – Lease		
21	002. Franklin County – Lease		
22	I. LABOR CABINET		
23	Budget Units	2014-15	2015-16
24	1. SECRETARY		
25	001. Online Filing System		
26	Restricted Funds	4,226,000	-0-
27	002. Franklin County – Lease		

1 **2. WORKERS' CLAIMS**

2 **001. Franklin County – Lease**

3 **J. POSTSECONDARY EDUCATION**

4 **(1) Agency Bond-Funded Projects for Public Postsecondary Institutions:** The
 5 governing board of a public postsecondary institution shall certify in writing prior to
 6 issuance of Agency Bonds as set forth in Part II, Capital Projects Budget, of this Act that
 7 the project: (a) Will generate sufficient funds to retire the bonded indebtedness and pay
 8 for ongoing operating expenses; or (b) Will not result in an increase in tuition. The
 9 governing board shall submit a copy of the certification to the President of the Council on
 10 Postsecondary Education, the Secretary of the Finance and Administration Cabinet, and
 11 the Capital Projects and Bond Oversight Committee.

12 **(2) Lease-Purchase Agreements for Public Postsecondary Institutions:** Where
 13 applicable, authorization for a lease-purchase capital project for a public postsecondary
 14 institution as set forth in Part II, Capital Projects Budget, of this Act is provided pursuant
 15 to KRS 45.763.

16 **(3) Operations and Maintenance Funding:** It is the intent of the 2014 General
 17 Assembly that public postsecondary institutions should not base any decision to proceed
 18 with any capital project authorized in Part II, Capital Projects Budget, of this Act, that is
 19 funded from Agency Bonds, Restricted Funds, or Other Funds on an expectation of
 20 receiving General Fund moneys for the operations and maintenance of that facility in
 21 future bienniums.

22 Budget Units	2014-15	2015-16
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23 **1. COUNCIL ON POSTSECONDARY EDUCATION**

24 **001. Franklin County – Lease**

25 **2. KENTUCKY HIGHER EDUCATION STUDENT LOAN CORPORATION**

26 **001. Jefferson County – Lease**

27 **3. EASTERN KENTUCKY UNIVERSITY**

1	001. Construct Science Building – Phase 2 and 3		
2	Restricted Funds	25,000,000	-0-
3	Bond Funds	66,340,000	-0-
4	TOTAL	91,340,000	-0-
5	002. Renovate/Improve Athletics Facilities		
6	Agency Bonds	15,000,000	-0-
7	003. Expand, Upgrade Campus Data Network		
8	Restricted Funds	7,212,000	6,000,000
9	004. Construct Regional Health Facility		
10	Federal Funds	12,500,000	-0-
11	005. Construct Bio-Fuels Research Facility		
12	Federal Funds	12,240,000	-0-
13	006. EKV-UK Dairy Research Project (Meadowbrook Farm)		
14	Restricted Funds	10,360,000	-0-
15	007. Miscellaneous Maintenance Pool – 2014-2016		
16	Restricted Funds	5,000,000	5,000,000
17	008. Renovate HVAC Systems		
18	Restricted Funds	10,000,000	-0-
19	009. Construct Student Athlete Support Facility		
20	Restricted Funds	7,823,000	-0-
21	010. Purchase Networked Education System Component		
22	Restricted Funds	3,450,000	3,500,000
23	011. Renovate HVAC Systems – Additional		
24	Restricted Funds	5,500,000	-0-
25	012. Purchase Minor Projects Equipment		
26	Restricted Funds	5,000,000	-0-
27	013. Upgrade Academic Computing		

1	Restricted Funds	2,500,000	2,500,000
2	014. Construct Addition to Ashland Building		
3	Restricted Funds	3,400,000	-0-
4	015. Construct ECU Early Childhood Center		
5	Restricted Funds	3,350,000	-0-
6	016. Expand Indoor Tennis Facility		
7	Other Funds	3,225,000	-0-
8	017. Upgrade Administrative Computing System		
9	Restricted Funds	1,650,000	1,500,000
10	018. Purchase of Adjacent Property		
11	Restricted Funds	3,000,000	-0-
12	019. Renovate Property		
13	Other Funds	3,000,000	-0-
14	020. Renovate Student Health Center		
15	Restricted Funds	2,705,000	-0-
16	021. Commonwealth Hall Partial Repurposing and Renovation		
17	Restricted Funds	2,500,000	-0-
18	022. Renovate Alumni Coliseum and Weaver Pools		
19	Restricted Funds	2,500,000	-0-
20	023. Renovate Baseball Complex		
21	Other Funds	-0-	2,200,000
22	024. Construct Aviation Instruction Facility		
23	Restricted Funds	-0-	2,000,000
24	025. Martin Hall Repurposing and Partial Renovation		
25	Restricted Funds	2,000,000	-0-
26	026. Purchase Video Board and Sound System for Alumni Coliseum		
27	Restricted Funds	750,000	-0-

1	Other Funds	750,000	-0-
2	TOTAL	1,500,000	-0-
3	027. Renovate Women's Softball Complex		
4	Other Funds	1,500,000	-0-
5	028. Renovate Lancaster Center Building		
6	Other Funds	1,472,000	-0-
7	029. Renovate Begley Building Concrete		
8	Restricted Funds	1,250,000	-0-
9	030. Install Lights for Baseball, Softball, and Soccer		
10	Other Funds	1,224,000	-0-
11	031. Construct Pedestrian Bridge		
12	Restricted Funds	600,000	-0-
13	Other Funds	600,000	-0-
14	TOTAL	1,200,000	-0-
15	032. Renovate Blanton House		
16	Restricted Funds	1,100,000	-0-
17	033. Renovate Ambulance Building		
18	Restricted Funds	980,000	-0-
19	034. Construct E&G Life Safety Begley Elevator		
20	Restricted Funds	765,000	-0-
21	035. Madison County – Student Housing – Lease		
22	036. Construct College of Education Complex (Model Laboratory School)		
23	Restricted Funds	83,455,000	-0-
24	037. Construct University Activity Center, Phase II		
25	Restricted Funds	31,900,000	-0-
26	038. Construct New Student Housing		
27	Other Funds	75,000,000	-0-

1 **(1) Authorization:** The above authorization is approved pursuant to KRS
2 45.763.

3 **(2) Financial Obligations:** All costs associated with the financing of this
4 project shall be at the offeror's risk.

5 **039. Renovate Residence Hall**

6	Restricted Funds	12,500,000	-0-
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7 **040. Renovate Whalen Complex**

8	Restricted Funds	22,837,000	-0-
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9 **041. Construct University Information Technology Center**

10	Restricted Funds	41,397,000	-0-
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11 **4. KENTUCKY STATE UNIVERSITY**

12 **001. Renovate Atwood Agricultural Research Building**

13	Federal Funds	12,368,000	-0-
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14 **002. Replace Boilers and Aging Distribution Lines**

15	Bond Funds	10,400,000	-0-
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16 **003. Construct Aquaculture Academic Research Facility**

17	Federal Funds	7,443,000	-0-
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18 **004. Upgrade Information Technology Infrastructure**

19	Restricted Funds	6,261,000	-0-
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20 **005. Renovate Jackson Hall – Phase II**

21	Restricted Funds	5,628,000	-0-
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22 **006. Construct Athletic Sports Complex**

23	Agency Bonds	5,487,000	-0-
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24 **007. Renovate Computer Lab in Hill Student Center**

25	Restricted Funds	5,389,000	-0-
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26 **008. Expand Emergency Notification System**

27	Restricted Funds	4,580,000	-0-
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1	009. Roof Repair and Replacement Pool – 2014-2016		
2	Restricted Funds	3,375,000	-0-
3	010. Acquire Land/Campus Master Plan – 2014-2016		
4	Restricted Funds	1,000,000	-0-
5	Federal Funds	1,000,000	-0-
6	TOTAL	2,000,000	-0-
7	011. Athletics Project Pool – 2014-2016		
8	Restricted Funds	1,702,000	-0-
9	012. Capital Renewal and Maintenance Projects Pool – 2014-2016		
10	Restricted Funds	1,460,000	-0-
11	013. Life Safety Upgrade Pool – 2014-2016		
12	Restricted Funds	1,363,000	-0-
13	014. Replace Alumni House		
14	Restricted Funds	1,241,000	-0-
15	015. Upgrade Computers Campus Wide		
16	Restricted Funds	1,208,000	-0-
17	016. Create Pedestrian Mall Hathaway Hall – Hume Hall		
18	Restricted Funds	1,125,000	-0-
19	017. Develop Bicycle/Pedestrian Trail		
20	Restricted Funds	1,025,000	-0-
21	018. Improve Campus Landscape and Signage		
22	Restricted Funds	906,000	-0-
23	019. Construct New Residence Hall Reauthorization (\$52,762,000 Other		
24	Funds)		
25	020. Guaranteed Energy Savings Performance Contracts		
26	5. MOREHEAD STATE UNIVERSITY		
27	001. Renovate/Expand Student Services Facility		

1	Bond Funds	49,679,000	-0-
2	002. Construct Student Residential Facilities		
3	Agency Bonds	30,735,000	-0-
4	003. Construct Food Service/Retail and Parking Structure		
5	Other Funds	2,000,000	-0-
6	004. Construct Veterinary Technology Clinical Sciences Center		
7	Restricted Funds	11,522,000	-0-
8	005. Construct University Welcome Center/Alumni House		
9	Restricted Funds	3,711,000	-0-
10	Other Funds	6,000,000	-0-
11	TOTAL	9,711,000	-0-
12	006. Capital Renewal and Maintenance Pool – E&G		
13	Restricted Funds	6,259,000	-0-
14	007. Enhance Network/Infrastructure Resources		
15	Restricted Funds	5,945,000	-0-
16	008. Upgrade Instructional PCs/LANS/Peripherals		
17	Restricted Funds	5,000,000	-0-
18	009. Acquire Land Related to Master Plan		
19	Restricted Funds	4,000,000	-0-
20	010. Upgrade Administrative Office Systems		
21	Restricted Funds	4,000,000	-0-
22	011. Comply with ADA – E&G		
23	Restricted Funds	3,877,000	-0-
24	012. Renovate McClure Pool		
25	Restricted Funds	2,600,000	-0-
26	013. Upgrade Campus Fire and Security Systems		
27	Restricted Funds	3,000,000	-0-

1	014. Construct Honors College Facility		
2	Restricted Funds	2,884,000	-0-
3	015. Reconstruct Central Campus		
4	Restricted Funds	2,810,000	-0-
5	016. Capital Renewal and Maintenance Pool – Auxiliary		
6	Restricted Funds	2,668,000	-0-
7	017. Replace Electrical Switchgear		
8	Restricted Funds	2,660,000	-0-
9	018. Purchase Instructional Technology Initiatives		
10	Restricted Funds	2,484,000	-0-
11	019. Design Library Facility		
12	Restricted Funds	1,640,000	-0-
13	020. Design Music Academic and Performance Arts Building		
14	Restricted Funds	1,622,000	-0-
15	021. Construct Classroom/Lab Building at Browning Orchard		
16	Restricted Funds	1,597,000	-0-
17	022. Water Plant Sediment Basin		
18	Restricted Funds	1,500,000	-0-
19	023. Upgrade and Expand Distance Learning		
20	Restricted Funds	1,398,000	-0-
21	024. Enhance Library Automation Resources		
22	Restricted Funds	1,264,000	-0-
23	025. Capital Renewal and Maintenance Pool – University Farm		
24	Restricted Funds	1,209,000	-0-
25	026. Purchase Equipment for Biochemistry Lab		
26	Restricted Funds	450,000	-0-
27	027. Guaranteed Energy Savings Performance Contracts		

1	028. Renovate Combs Classroom Building		
2	Restricted Funds	37,048,000	-0-
3	029. Construct Athletic Administration and Sports Performance Building		
4	Restricted Funds	24,582,000	-0-
5	030. Renovate Button Auditorium		
6	Restricted Funds	13,158,000	-0-
7	6. MURRAY STATE UNIVERSITY		
8	001. Construct/Complete New Science Complex – Final Phase		
9	Restricted Funds	5,000,000	-0-
10	Bond Funds	31,890,000	-0-
11	TOTAL	36,890,000	-0-
12	002. Construct New Breathitt Veterinary Center		
13	Bond Funds	32,468,000	-0-
14	(1) Authorization: Unexpended funds authorized in 2012 Ky. Acts ch. 144,		
15	Part II, J., 6., 030 may also be used for this project.		
16	003. Replace Franklin Hall		
17	Agency Bonds	28,953,000	-0-
18	004. Renovate White Hall		
19	Restricted Funds	11,906,000	-0-
20	005. Renovate Pogue Library		
21	Restricted Funds	9,040,000	-0-
22	006. Renovate Exposition Center		
23	Restricted Funds	8,922,000	-0-
24	007. Complete Capital Renewal – H&D Pool < \$600,000		
25	Restricted Funds	6,734,000	-0-
26	008. Extend Energy Management System		
27	Restricted Funds	6,677,000	-0-

1	009. Complete ADA Compliance – E&G Pool <\$600,000		
2	Restricted Funds	6,035,000	-0-
3	010. Replace Campus Steam Distribution System		
4	Restricted Funds	5,968,000	-0-
5	011. Upgrade Campus Phone and Data Network		
6	Restricted Funds	4,485,000	-0-
7	012. College of Science Instructional/Research Equipment		
8	Restricted Funds	3,500,000	-0-
9	013. Complete Life Safety Projects – E&G Pool <\$600,000		
10	Restricted Funds	2,219,000	-0-
11	014. Construct Livestock Instructional Laboratory		
12	Restricted Funds	2,145,000	-0-
13	015. Campus Desktop Virtualization		
14	Restricted Funds	1,898,000	-0-
15	016. Demolish Woods Hall		
16	Restricted Funds	1,748,000	-0-
17	017. Renovate White Hall HVAC System		
18	Restricted Funds	1,576,000	-0-
19	018. Replace Stewart Stadium Playing Surfaces		
20	Restricted Funds	1,402,000	-0-
21	019. Renovate Paducah Crisp Center		
22	Restricted Funds	1,300,000	-0-
23	020. Upgrade Applied Science Electrical System		
24	Restricted Funds	1,285,000	-0-
25	021. Student Desktop Virtualization		
26	Restricted Funds	1,265,000	-0-
27	022. Install Sprinkler System – Blackburn Science Building		

1	Restricted Funds	1,264,000	-0-
2	023. Renovate Pogue Library Electric and HVAC		
3	Restricted Funds	1,229,000	-0-
4	024. ITV Upgrades to Murray State University System		
5	Restricted Funds	1,223,000	-0-
6	025. Construct Open-Sided Stall Barn at Expo Center		
7	Restricted Funds	1,203,000	-0-
8	026. Construct Addition to Winslow Cafeteria		
9	Restricted Funds	1,200,000	-0-
10	027. Renovate White Hall Interior		
11	Restricted Funds	1,184,000	-0-
12	028. Renovate Regents Hall Electrical System		
13	Restricted Funds	1,143,000	-0-
14	029. Renovate Hart Hall Electrical System		
15	Restricted Funds	1,017,000	-0-
16	030. Renovate White Hall Electrical System		
17	Restricted Funds	1,015,000	-0-
18	031. Acquire Land		
19	Restricted Funds	1,000,000	-0-
20	032. Replace E&G Chiller/CFC Compliance		
21	Restricted Funds	965,000	-0-
22	033. Waterproof Stewart Stadium		
23	Restricted Funds	882,000	-0-
24	034. Replace Exposition Center Roof		
25	Restricted Funds	867,000	-0-
26	035. Campus Backbone 10 GigE Upgrade		
27	Restricted Funds	853,000	-0-

1	036. Replace White Hall Domestic Water Piping		
2	Restricted Funds	845,000	-0-
3	037. Agriculture Instructional Laboratory and Technology Equipment		
4	Restricted Funds	800,000	-0-
5	038. Complete ADA Compliance – H&D Pool <\$600,000		
6	Restricted Funds	659,000	-0-
7	039. Information Technology Infrastructure for TSM and IET		
8	Restricted Funds	625,000	-0-
9	040. Renovate Buildings – H&D Pool <\$600,000		
10	Restricted Funds	595,000	-0-
11	041. Abate Asbestos – E&G Pool <\$600,000		
12	Restricted Funds	397,000	-0-
13	042. Broadcasting Education Laboratory Equipment		
14	Restricted Funds	225,000	-0-
15	043. Abate Asbestos – H&D Pool <\$600,000		
16	Restricted Funds	177,000	-0-
17	044. Upgrade Campus Electrical Distribution System		
18	Restricted Funds	13,038,000	-0-
19	045. Renovate Blackburn Hall		
20	Restricted Funds	34,952,000	-0-
21	046. Construct New University Library		
22	Restricted Funds	69,725,000	-0-
23	047. Capital Renewal Projects Pool		
24	Restricted Funds	18,406,000	-0-
25	048. Renovate Lovett Auditorium (Historic Building)		
26	Restricted Funds	25,069,000	-0-
27	049. Replace Campus Communications Infrastructure Components		

1	Restricted Funds	3,300,000	-0-
2	050. Renovate and Expand Waterfield Library		
3	Restricted Funds	19,000,000	-0-
4	7. NORTHERN KENTUCKY UNIVERSITY		
5	001. Renovate Old Science/Construct Health Innovation		
6	Bond Funds	97,000,000	-0-
7	002. Develop Town/Gown Project		
8	Other Funds	86,500,000	-0-
9	003. Expand University Drive Parking Garage		
10	Agency Bonds	15,000,000	-0-
11	004. Construct Alumni Center		
12	Other Funds	10,500,000	-0-
13	005. Construct Athletics Practice Facility		
14	Other Funds	10,500,000	-0-
15	006. Renew E&G Buildings Systems Projects Pool		
16	Restricted Funds	7,000,000	-0-
17	007. Repair Structural Heaving Landrum and Fine Arts		
18	Restricted Funds	6,400,000	-0-
19	008. Renovate Gateway/Highland Heights Campus		
20	Restricted Funds	6,000,000	-0-
21	009. Renovate/Expand Baseball Field		
22	Other Funds	4,600,000	-0-
23	(1) Authorization: The above authorization is approved pursuant to KRS		
24	45.763.		
25	010. Relocate High Voltage Utilities		
26	Restricted Funds	4,500,000	-0-
27	011. Renovate Brown Building		

1	Restricted Funds	3,000,000	-0-
2	Other Funds	1,500,000	-0-
3	TOTAL	4,500,000	-0-
4	012. Upgrade Communication and Network Infrastructure		
5	Restricted Funds	4,300,000	-0-
6	013. Renovate Civic Center Building		
7	Restricted Funds	3,700,000	-0-
8	014. Initiate Phase II of Master Plan		
9	Restricted Funds	3,500,000	-0-
10	015. Renovate Early Childcare Center		
11	Restricted Funds	3,500,000	-0-
12	016. Renovate Residence Halls – 2014-2016		
13	Restricted Funds	2,500,000	-0-
14	Other Funds	1,000,000	-0-
15	TOTAL	3,500,000	-0-
16	017. Acquire Land/Master Plan – 2014-2016		
17	Restricted Funds	3,000,000	-0-
18	018. Enhance Administrative Systems		
19	Restricted Funds	2,500,000	-0-
20	019. Enhance Instructional Technology		
21	Restricted Funds	2,500,000	-0-
22	020. Replace Underground Gas Mains		
23	Restricted Funds	2,500,000	-0-
24	021. Construct Center for Applied Ecology Building		
25	Restricted Funds	1,000,000	-0-
26	Other Funds	1,000,000	-0-
27	TOTAL	2,000,000	-0-

1	022. Renew E&G Elevators – 2014-2016		
2	Restricted Funds	1,400,000	-0-
3	023. Construct Indoor Track/Multipurpose Facility		
4	Other Funds	12,000,000	-0-
5	024. Replace Callahan Roof		
6	Restricted Funds	1,200,000	-0-
7	025. Customer Relationship Management System		
8	Restricted Funds	750,000	-0-
9	026. Purchase Coach Bus		
10	Restricted Funds	690,000	-0-
11	027. Purchase Large Format Color Press		
12	Restricted Funds	375,000	-0-
13	028. Campbell County – Gateway Building – Lease		
14	029. Kenton County - METS Lease		
15	030. Guaranteed Energy Savings Performance Contracts		
16	031. Construct Satellite Parking Lot		
17	Restricted Funds	4,200,000	-0-
18	8. UNIVERSITY OF KENTUCKY		
19	001. Construct Student Housing		
20	Other Funds	202,000,000	-0-
21	(1) Authorization: The above authorization is approved pursuant to KRS		
22	45.763.		
23	002. Renovate/Expand University Student Center		
24	Restricted Funds	10,000,000	-0-
25	Agency Bonds	160,000,000	-0-
26	Other Funds	5,000,000	-0-
27	TOTAL	175,000,000	-0-

1	003. Renovate/Upgrade HealthCare Facilities		
2	Agency Bonds	150,000,000	-0-
3	004. Expand/Renovate/Upgrade Law Building		
4	Bond Funds	35,000,000	-0-
5	Agency Bonds	30,000,000	-0-
6	TOTAL	65,000,000	-0-
7	005. Acquire Land		
8	Restricted Funds	50,000,000	-0-
9	006. Upgrade Dining Facilities		
10	Other Funds	50,000,000	-0-
11	(1) Authorization: The above authorization is approved pursuant to KRS		
12	45.763.		
13	007. Renovate/Upgrade Academic Learning Center		
14	Restricted Funds	45,000,000	-0-
15	008. Capital Renewal Maintenance Pool		
16	Restricted Funds	119,000,000	-0-
17	009. Repair, Upgrade, or Improve Electrical Infrastructure		
18	Restricted Funds	28,000,000	-0-
19	010. Repair, Upgrade, or Improve Mechanical Infrastructure		
20	Restricted Funds	26,000,000	-0-
21	011. Acquire/Renovate Academic Facilities		
22	Restricted Funds	25,000,000	-0-
23	012. Fit-up Academic Science Building		
24	Restricted Funds	30,000,000	-0-
25	013. Renovate Campus Core Quadrangle Facilities		
26	Restricted Funds	30,000,000	-0-
27	014. Renovate/Upgrade Academic Space		

1	Restricted Funds	25,000,000	-0-
2	015. Repair Emergency Infrastructure/Building Systems		
3	Restricted Funds	25,000,000	-0-
4	016. Repair, Upgrade, or Improve Building Mechanical Systems		
5	Restricted Funds	25,000,000	-0-
6	017. Repair, Upgrade, or Improve Civil Site Infrastructure		
7	Restricted Funds	25,000,000	-0-
8	018. Upgrade/Fit-up Hospital Facilities		
9	Restricted Funds	35,000,000	-0-
10	019. Upgrade, Improve, and Expand Recreational Fields		
11	Restricted Funds	25,000,000	-0-
12	020. Upgrade, Renovate, Improve, or Expand Research Labs		
13	Restricted Funds	33,500,000	-0-
14	021. Construct Good Samaritan Medical Office Building – UK HealthCare		
15	Restricted Funds	23,700,000	-0-
16	022. Expand/Renovate Kastle Hall		
17	Restricted Funds	22,327,000	-0-
18	023. Purchase/Upgrade Pollution Controls		
19	Restricted Funds	22,000,000	-0-
20	024. Construct, Expand, and Renovate Ambulatory Care Facility – UK		
21	HealthCare		
22	Restricted Funds	20,000,000	-0-
23	025. Expand/Upgrade Coldstream Research Campus		
24	Restricted Funds	20,000,000	-0-
25	026. Implement Land Use Plan – UK HealthCare		
26	Restricted Funds	20,000,000	-0-
27	027. Repair, Upgrade, or Improve Building Systems – UK HealthCare		

1	Restricted Funds	20,000,000	-0-
2	028. Upgrade Enterprise Information Systems		
3	Restricted Funds	20,000,000	-0-
4	029. Upgrade Enterprise Information Systems – UK HealthCare		
5	Restricted Funds	20,000,000	-0-
6	030. Upgrade/Expand Cancer Treatment Facility – UK HealthCare		
7	Restricted Funds	20,000,000	-0-
8	031. Upgrade Student Center Infrastructure		
9	Restricted Funds	18,968,000	-0-
10	032. Renovate/Upgrade Pence Hall		
11	Restricted Funds	18,870,000	-0-
12	033. Renovate/Expand Johnson Center		
13	Restricted Funds	16,550,000	-0-
14	034. Renovate/Upgrade Academic Facility		
15	Restricted Funds	16,000,000	-0-
16	035. Construct Library Depository Facility		
17	Restricted Funds	15,000,000	-0-
18	036. Improve Life Safety Project Pool		
19	Restricted Funds	15,000,000	-0-
20	037. Renovate Singletary		
21	Restricted Funds	15,000,000	-0-
22	038. Renovate/Expand Clinical Services – UK HealthCare		
23	Restricted Funds	15,000,000	-0-
24	039. Renovate Alumni Gym and/or North Recreation Center		
25	Restricted Funds	14,500,000	-0-
26	040. Acquire Office-Campus Office Building		
27	Other Funds	10,000,000	-0-

1 **(1) Authorization:** The above authorization is approved pursuant to KRS
2 45.763.

3 041. Fit-up Academic/Administrative Space

4	Restricted Funds	10,000,000	-0-
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5 **042. Implement Medication Bar Coding System – UK HealthCare**

6	Restricted Funds	10,000,000	-0-
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7 **043. Implement Patient Communication System – UK HealthCare**

8	Restricted Funds	10,000,000	-0-
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9 **044. Acquire and Implement Enterprise Security System – UK HealthCare**

10	Restricted Funds	10,000,000	-0-
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11 **045. Acquire Telemedicine/Virtual ICU**

12	Restricted Funds	10,000,000	-0-
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13 **046. Acquire/Upgrade UK HealthCare IT Systems**

14	Restricted Funds	10,000,000	-0-
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15 **047. Purchase Clinical Information System**

16	Restricted Funds	10,000,000	-0-
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17 **048. Purchase Digital Medical Record Expansion**

18	Restricted Funds	10,000,000	-0-
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19 **049. Purchase Document Scanning System**

20	Restricted Funds	10,000,000	-0-
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21 **050. Purchase Document Scanning System – UK HealthCare**

22	Restricted Funds	10,000,000	-0-
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23 **051. Renovate Academic/Administrative Space 1**

24	Restricted Funds	10,000,000	-0-
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25 **052. Renovate Academic/Administrative Space 2**

26	Restricted Funds	10,000,000	-0-
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27 **053. Renovate Taylor Education Building**

1	Restricted Funds	10,000,000	-0-
2	054. Renovate/Upgrade Hospital Facilities – Good Samaritan		
3	Restricted Funds	10,000,000	-0-
4	055. Expand/Renovate West Kentucky and Robinson Station		
5	Restricted Funds	9,835,000	-0-
6	056. Construct Equine Campus – Phase 2		
7	Restricted Funds	9,500,000	-0-
8	057. Upgrade Vivarium Facilities		
9	Restricted Funds	9,000,000	-0-
10	058. Relocate/Replace Greenhouses		
11	Restricted Funds	8,425,000	-0-
12	059. Expand Boone Tennis Center		
13	Restricted Funds	8,000,000	-0-
14	060. Upgrade/Renovate Clean Room Space – Coldstream		
15	Restricted Funds	8,000,000	-0-
16	061. Acquire High Performance Research Computer		
17	Restricted Funds	6,500,000	-0-
18	062. Upgrade Clinic Enterprise Network – UK HealthCare		
19	Restricted Funds	6,500,000	-0-
20	063. Construct Housing 1		
21	Restricted Funds	6,000,000	-0-
22	064. Construct Housing 2		
23	Restricted Funds	6,000,000	-0-
24	065. Construct Housing 3		
25	Restricted Funds	6,000,000	-0-
26	066. Construct University Storage Building		
27	Restricted Funds	6,000,000	-0-

1	067. Renovate Nursing Units – UK HealthCare		
2	Restricted Funds	6,000,000	-0-
3	068. Renovate/Upgrade Memorial Coliseum		
4	Restricted Funds	6,000,000	-0-
5	069. Acquire Large Scale Computing		
6	Restricted Funds	5,500,000	-0-
7	070. Expand KGS Well Sample and Core Repository		
8	Restricted Funds	5,280,000	-0-
9	071. Construct Transit Center		
10	Restricted Funds	5,000,000	-0-
11	072. Handicapped Access Pool		
12	Restricted Funds	5,000,000	-0-
13	073. Implement Real Time Locator System – UK HealthCare		
14	Restricted Funds	5,000,000	-0-
15	074. Acquire Personal Electronic Health Records		
16	Restricted Funds	5,000,000	-0-
17	075. Purchase Oncology Information System – UK HealthCare		
18	Restricted Funds	5,000,000	-0-
19	076. Purchase/Expand PACS System		
20	Restricted Funds	5,000,000	-0-
21	077. Acquire Data Repository System		
22	Restricted Funds	5,000,000	-0-
23	078. Renovate Academic/Administrative Space 3		
24	Restricted Funds	5,000,000	-0-
25	079. Renovate Academic/Administrative Space 4		
26	Restricted Funds	5,000,000	-0-
27	080. Renovate Central Computing Facility		

1	Restricted Funds	5,000,000	-0-
2	081. Renovate Chemistry/Physics Building		
3	Restricted Funds	5,000,000	-0-
4	082. Renovate Erickson Hall		
5	Restricted Funds	5,000,000	-0-
6	083. Renovate Fine Arts		
7	Restricted Funds	5,000,000	-0-
8	084. Renovate King Library		
9	Restricted Funds	5,000,000	-0-
10	085. Renovate Memorial Hall		
11	Restricted Funds	5,000,000	-0-
12	086. Repair, Upgrade, and Improve Building Electrical Systems		
13	Restricted Funds	5,000,000	-0-
14	087. Repair, Upgrade, and Improve Elevator Systems		
15	Restricted Funds	5,000,000	-0-
16	088. Repair, Upgrade, and Improve Building Shell Systems		
17	Restricted Funds	5,000,000	-0-
18	089. Upgrade/Renovate Surgical Services – UK HealthCare		
19	Restricted Funds	5,000,000	-0-
20	090. Renovate Mineral Industries Building		
21	Restricted Funds	4,900,000	-0-
22	091. Construct/Fit-up Retail Space		
23	Other Funds	4,000,000	-0-
24	(1) Authorization: The above authorization is approved pursuant to KRS		
25	45.763.		
26	092. Purchase Cardiology Information System – UK HealthCare		
27	Restricted Funds	4,000,000	-0-

1	093. Construct WUKY Facility		
2	Restricted Funds	3,910,000	-0-
3	094. Renovate Robotics Building		
4	Restricted Funds	3,842,000	-0-
5	095. Construct, Upgrade, and Fit-up Support Services – UK HealthCare		
6	Restricted Funds	3,500,000	-0-
7	096. Implement Unified Communication System – UK HealthCare		
8	Restricted Funds	3,000,000	-0-
9	097. Acquire Mainframe Computer – UK HealthCare		
10	Restricted Funds	3,000,000	-0-
11	098. Replace/Upgrade Perioperative Information System		
12	Restricted Funds	3,000,000	-0-
13	099. Acquire Wireless/Cellular Infrastructure		
14	Restricted Funds	3,000,000	-0-
15	100. Purchase Telephone System Replacement		
16	Restricted Funds	3,000,000	-0-
17	101. Purchase Telephone System Replacement – UK HealthCare		
18	Restricted Funds	3,000,000	-0-
19	102. Install Artificial Turf on Pieratt Recreational Fields		
20	Restricted Funds	2,795,000	-0-
21	103. Purchase Upgraded Communications Infrastructure 1		
22	Restricted Funds	2,500,000	-0-
23	104. Purchase Upgraded Communications Infrastructure 2		
24	Restricted Funds	2,500,000	-0-
25	105. Repair Stadium Structure		
26	Restricted Funds	2,500,000	-0-
27	106. Construct Center Emergency Response Center		

1	Restricted Funds	2,370,000	-0-
2	107. Acquire Enterprise Storage System		
3	Restricted Funds	2,200,000	-0-
4	108. Expand/Renovate Sturgill Development Building		
5	Restricted Funds	2,130,000	-0-
6	109. Emerging Technologies Academic Support		
7	Restricted Funds	2,000,000	-0-
8	110. Purchase Transport Buses		
9	Restricted Funds	2,000,000	-0-
10	111. Remote Site Fiber Infrastructure		
11	Restricted Funds	2,000,000	-0-
12	112. Renovate Academic/Administrative Space 5		
13	Restricted Funds	2,000,000	-0-
14	113. Renovate Schmidt Vocal Arts Center		
15	Restricted Funds	2,000,000	-0-
16	114. Replace/Upgrade Radiology Information System		
17	Restricted Funds	2,000,000	-0-
18	115. Acquire Data Warehouse/Infrastructure		
19	Restricted Funds	1,800,000	-0-
20	116. Expand Training Table Dining Addition – Wildcat Coal Lodge		
21	Other Funds	1,500,000	-0-
22	117. Acquire Communications Equipment		
23	Restricted Funds	1,500,000	-0-
24	118. Acquire Network Security Hardware		
25	Restricted Funds	1,500,000	-0-
26	119. Renovate Dickey Hall Library		
27	Restricted Funds	1,500,000	-0-

1	120. Renovate Old Softball/Soccer Locker Room		
2	Other Funds	1,500,000	-0-
3	121. Renovate/Upgrade Video Board – Memorial Coliseum		
4	Other Funds	1,500,000	-0-
5	122. Acquire Exchange Replacement		
6	Restricted Funds	1,000,000	-0-
7	123. Purchase Allergy Information System – UK HealthCare		
8	Restricted Funds	1,000,000	-0-
9	124. Renovate Space for Testing Center		
10	Restricted Funds	1,000,000	-0-
11	125. Renovate/Replace Playing Field – Commonwealth Stadium		
12	Other Funds	1,000,000	-0-
13	126. Acquire Document Imaging (ASG)		
14	Restricted Funds	775,000	-0-
15	127. Fit-up Team Novelty Store – Commonwealth Stadium		
16	Other Funds	750,000	-0-
17	128. Acquire Campus Call Center System		
18	Restricted Funds	750,000	-0-
19	129. Fayette County – Lease – Administrative Office		
20	130. Fayette County – Lease – Blazer Parkway		
21	131. Fayette County – Lease – Good Samaritan Hospital		
22	132. Fayette County – Lease – Grants Project 2		
23	133. Fayette County – Lease – Health Affairs Office 2		
24	134. Fayette County – Lease – Kentucky Utilities Building		
25	135. Fayette County – Lease – Off Campus Housing 1		
26	136. Fayette County – Lease – Off Campus Housing 2		
27	137. Fayette County – Lease – Health Affairs Office 3		

- 1 **138.** Fayette County – Lease – Health Affairs Office 5
- 2 **139.** Lease – Grant Projects 1
- 3 **140.** Lease – Health Affairs Office
- 4 **141.** Lease – Health Affairs Office 4
- 5 **142.** Lease – Health Affairs Office 6
- 6 **143.** Lease – Health Affairs Office 7
- 7 **144.** Lease – Health Affairs Office 8
- 8 **145.** Lease – Health Affairs Office 9
- 9 **146.** Lease – Med Center Grant Projects 1
- 10 **147.** Lease – Med Center Grant Projects 2
- 11 **148.** Lease – Med Center Off Campus Facility 1
- 12 **149.** Lease – Med Center Off Campus Facility 2
- 13 **150.** Lease – Med Center Off Campus Facility 3
- 14 **151.** Lease – Med Center Off Campus Facility 4
- 15 **152.** Lease – Off Campus 1
- 16 **153.** Lease – Off Campus 2
- 17 **154.** Lease – Off Campus 3
- 18 **155.** Lease – Off Campus 4
- 19 **156.** Lease – Off Campus 5
- 20 **157.** Lease – Off Campus 6
- 21 **158.** Lease – Off Campus 7
- 22 **159.** Lease – Off Campus – Athletics
- 23 **160.** Lease – Rural Health Expansion – Perry County
- 24 **161.** Lease – Off-Campus Housing 3
- 25 **162.** Lease – Off-Campus Housing 4
- 26 **163.** Lease – Off-Campus Housing 5
- 27 **164.** Lease – Off-Campus Housing 6

1	165. Guaranteed Energy Savings Performance Contracts		
2	166. Construct Research Building		
3	Restricted Funds	23,000,000	-0-
4	167. Renovate/Upgrade HealthCare Facilities 2		
5	Restricted Funds	130,000,000	-0-
6	168. Research Equipment Pool		
7	Restricted Funds	30,000,000	-0-
8	169. Construct Alumni Center		
9	Other Funds	30,000,000	-0-
10	170. Construct Office Tower - UKHC		
11	Restricted Funds	95,600,000	-0-
12	171. Construct Satellite Student Center		
13	Other Funds	75,400,000	-0-
14	(1) Authorization: The above authorization is approved pursuant to KRS		
15	45.763.		
16	172. Repair/Upgrade/Expand Central Plants		
17	Restricted Funds	62,000,000	-0-
18	173. Construct Parking/Academic Facility		
19	Other Funds	50,000,000	-0-
20	174. Construct/Renovate/Upgrade Dining Facility 1		
21	Restricted Funds	40,000,000	-0-
22	175. Construct Baseball Facility		
23	Other Funds	40,000,000	-0-
24	176. Implement Revenue Management System		
25	Restricted Funds	35,000,000	-0-
26	177. Renovate Funkhouser Building		
27	Restricted Funds	28,300,000	-0-

1	178. Upgrade/Renovate Space in Multi-Disciplinary Science Building		
2	Restricted Funds	27,200,000	-0-
3	179. Renovate/Upgrade McVey Hall		
4	Restricted Funds	23,100,000	-0-
5	180. Renovate Dentistry Facilities		
6	Restricted Funds	16,800,000	-0-
7	181. Emerging Technologies Academic Support Systems		
8	Restricted Funds	2,000,000	-0-
9	182. Guaranteed Energy Savings Performance Contracts - Parking		
10	183. Guaranteed Energy Savings Performance Contracts - Athletics		
11	9. UNIVERSITY OF LOUISVILLE		
12	001. Construct Belknap Classroom/Academic Building		
13	Bond Funds	80,560,000	-0-
14	002. Construct Medical Office Building		
15	Other Funds	60,300,000	-0-
16	(1) Authorization: The above authorization is approved pursuant to KRS		
17	45.763.		
18	003. Capital Renewal Pool – 2014-2016		
19	Restricted Funds	20,000,000	20,000,000
20	004. Renovate Schneider Hall		
21	Restricted Funds	21,836,000	-0-
22	005. Purchase IT Data Center Support Systems		
23	Restricted Funds	20,000,000	-0-
24	006. Construct Kosair Medical Office Building Fitout		
25	Restricted Funds	19,745,000	-0-
26	007. Renovate Burhans Hall		
27	Other Funds	17,000,000	-0-

1 **(1) Authorization:** The above authorization is approved pursuant to KRS
2 45.763.

3 **008. Purchase Land Support Service – Northeast Quadrant**

4	Agency Bonds	15,600,000	-0-
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5 **009. Expand Sackett Hall**

6	Restricted Funds	14,758,000	-0-
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7 **010. Renovate Ekstrom Library – Additional Reauthorization (\$44,705,000**
8 **Restricted Funds)**

9	Restricted Funds	13,371,000	-0-
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10 **011. Code Compliance Pool – 2014-2016**

11	Restricted Funds	12,822,000	-0-
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12 **012. Construct Executive MBA/Business Program**

13	Restricted Funds	12,000,000	-0-
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14 **013. Purchase Storage System**

15	Restricted Funds	12,000,000	-0-
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16 **014. Expand and Renovate Student Activities Center – Additional**
17 Reauthorization (\$9,600,000 Agency Bonds)

18 015. Renovate HPES/Studio Arts Building

19	Restricted Funds	9,850,000	-0-
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20 **016. Renovate Chemistry Fume Hoods – Phase II**

21	Restricted Funds	9,730,000	-0-
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22 **017. Renovate Dougherty Hall**

23	Restricted Funds	9,233,000	-0-
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24 **018. Purchase Computer Processing System**

25	Restricted Funds	8,000,000	-0-
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26 **019. Purchase Networking System**

27	Restricted Funds	8,000,000	-0-
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1	020. Purchase Security and Firewall Infrastructure		
2	Restricted Funds	8,000,000	-0-
3	021. Expand Schnellenberger Football Complex		
4	Other Funds	7,500,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS		
6	45.763.		
7	022. Construct Athletics Office Building		
8	Restricted Funds	7,400,000	-0-
9	023. Purchase Fiber Infrastructure		
10	Restricted Funds	7,000,000	-0-
11	024. Purchase Research Computing Infrastructure		
12	Restricted Funds	7,000,000	-0-
13	025. Renovate Kosair Pediatrics Center Offices		
14	Restricted Funds	6,850,000	-0-
15	026. Renovate Natural Science Building – Additional Reauthorization		
16	(\$23,508,000 Restricted Funds)		
17	Restricted Funds	6,335,000	-0-
18	027. Purchase Digital Communications System		
19	Restricted Funds	6,000,000	-0-
20	028. Purchase Enterprise Application System		
21	Restricted Funds	6,000,000	-0-
22	029. Renovate Kornhauser Library – Additional Reauthorization		
23	(\$16,030,000 Restricted Funds)		
24	Restricted Funds	5,950,000	-0-
25	030. Renovate W. S. Speed Building – Additional Reauthorization		
26	(\$11,927,000 Restricted Funds)		
27	Restricted Funds	5,269,000	-0-

1	031. Papa John's Stadium Seat Replacement		
2	Other Funds	5,250,000	-0-
3	(1) Authorization: The above authorization is approved pursuant to KRS		
4	45.763.		
5	032. Purchase Land Near Floyd Street Parcel II		
6	Restricted Funds	5,200,000	-0-
7	033. Renovate K-Wing 1st Floor Office		
8	Restricted Funds	5,000,000	-0-
9	034. Renovate Health Science Center Instructional Building		
10	Restricted Funds	4,433,000	-0-
11	035. Renovate Brown Cancer Center 4th Floor		
12	Restricted Funds	4,388,000	-0-
13	036. Purchase Content Management System		
14	Restricted Funds	4,000,000	-0-
15	037. Construct Clinical/Office Space in West Louisville		
16	Restricted Funds	3,949,000	-0-
17	038. Renovate Belknap Playhouse		
18	Restricted Funds	3,510,000	-0-
19	039. Purchase Land Near Health Sciences Campus – Parcel IV		
20	Restricted Funds	3,240,000	-0-
21	040. Renovate Delia Baxter Building Clean Room		
22	Restricted Funds	3,100,000	-0-
23	041. Renovate Donald Baxter Building 2nd and 3rd Floor Laboratories		
24	Restricted Funds	3,010,000	-0-
25	042. Purchase PET Scanner		
26	Restricted Funds	-0-	3,000,000
27	043. Purchase Electronic Research Information System		

1	Restricted Funds	1,350,000	1,350,000
2	044. Renovate Ambulatory Care Building		
3	Restricted Funds	2,540,000	-0-
4	045. Upgrade/Replace Digital Output System		
5	Restricted Funds	2,500,000	-0-
6	046. Purchase Robotic Retrieval Systems		
7	Restricted Funds	2,426,000	-0-
8	047. Purchase Visualization System – Planetarium		
9	Federal Funds	2,000,000	-0-
10	048. Renovate Chemistry Teaching Laboratories and Auditorium		
11	Restricted Funds	1,957,000	-0-
12	049. Construct College of Business Courtyard and Café		
13	Restricted Funds	1,819,000	-0-
14	050. Housing Capital Renewal Pool – 2014-2016		
15	Restricted Funds	1,795,000	-0-
16	051. Construct Health Sciences Campus Steam and Chilled Water Plant II –		
17	Additional Reauthorization (\$34,595,000 Restricted Funds)		
18	Restricted Funds	1,705,000	-0-
19	052. Renovate Concentrated Care Building		
20	Restricted Funds	1,628,000	-0-
21	053. Renovate Abell Administration Building		
22	Restricted Funds	1,593,000	-0-
23	054. Construct Athletic Grounds Building		
24	Other Funds	1,500,000	-0-
25	(1) Authorization: The above authorization is approved pursuant to KRS		
26	45.763.		
27	055. Renovate Threlkeld Hall Infrastructure		

1	Restricted Funds	1,500,000	-0-
2	056. Purchase Land Near Health Sciences Campus – Parcel I – Additional		
3	Reauthorization (\$34,246,000)		
4	Other Funds	1,369,000	-0-
5	(1) Authorization: The above authorization is approved pursuant to KRS		
6	45.763.		
7	057. Renovate K-Wing Classroom		
8	Other Funds	1,223,000	-0-
9	058. Purchase Individually Ventilated Caging System		
10	Restricted Funds	600,000	597,000
11	059. Purchase Fourier-Transform Mass Spectrometer		
12	Restricted Funds	1,100,000	-0-
13	060. Purchase MS-MS Tandem Mass Spectrometer		
14	Restricted Funds	1,100,000	-0-
15	061. Purchase Soccer Stadium Video Boards		
16	Restricted Funds	1,050,000	-0-
17	062. Renovate College of Business Green Roof		
18	Restricted Funds	1,030,000	-0-
19	063. Renovate Donald Baxter Building Clean Room Expansion		
20	Restricted Funds	987,000	-0-
21	064. Construct Belknap Center Place Plaza – Additional Reauthorization		
22	(\$7,883,000 Restricted Funds)		
23	Restricted Funds	957,000	-0-
24	065. Renovate Lions Eye Research Institute – Additional Reauthorization		
25	(\$19,770,000 Restricted Funds)		
26	Restricted Funds	937,000	-0-
27	066. Purchase Console for Nuclear Magnetic Resonance System		

1	Restricted Funds	-0-	900,000
2	067. Purchase Large Frame Plastic Sintering Machine		
3	Federal Funds	-0-	900,000
4	068. Construct Flexner Way Mall – Preston to Jackson		
5	Restricted Funds	445,000	-0-
6	Other Funds	445,000	-0-
7	TOTAL	890,000	-0-
8	069. Renovate Middleton Auditorium		
9	Restricted Funds	850,000	-0-
10	070. Purchase Additive Microdeposition Machine		
11	Federal Funds	-0-	825,000
12	071. Construct Athletic Academic Support Facility – Additional		
13	Reauthorization (\$16,228,000 Other Funds)		
14	Other Funds	812,000	-0-
15	(1) Authorization: The above authorization is approved pursuant to KRS		
16	45.763.		
17	072. Construct Flexner Way Mall – Jackson to Hancock		
18	Restricted Funds	390,000	-0-
19	Other Funds	390,000	-0-
20	TOTAL	780,000	-0-
21	073. Construct Athletic Equipment and Apparel Storage Facility		
22	Other Funds	750,000	-0-
23	(1) Authorization: The above authorization is approved pursuant to KRS		
24	45.763.		
25	074. Purchase Cell Processing Unit 1		
26	Restricted Funds	750,000	-0-
27	075. Purchase Cell Processing Unit 2		

1	Restricted Funds	750,000	-0-
2	076. Purchase Land Near Belknap Campus – East		
3	Restricted Funds	750,000	-0-
4	077. Purchase Large Frame Plastic Deposition Machine		
5	Federal Funds	750,000	-0-
6	078. Purchase Super Resolution Confocal Microscope		
7	Federal Funds	750,000	-0-
8	079. Renovate Football Practice Field Lighting		
9	Other Funds	750,000	-0-
10	(1) Authorization: The above authorization is approved pursuant to KRS		
11	45.763.		
12	080. Renovate Miller Hall Infrastructure		
13	Restricted Funds	750,000	-0-
14	081. Construct Center for Creative Studies – Additional Reauthorization		
15	(\$9,450,000 Restricted Funds)		
16	Restricted Funds	743,000	-0-
17	082. Purchase Two Photon Microscopes		
18	Restricted Funds	719,000	-0-
19	083. Purchase PCs, Printers, Scanners for Libraries		
20	Restricted Funds	175,000	175,000
21	Other Funds	175,000	175,000
22	TOTAL	350,000	350,000
23	084. Renovate J. B. Speed Building – Additional Reauthorization		
24	(\$12,200,000 Restricted Funds)		
25	Restricted Funds	662,000	-0-
26	085. Purchase Direct Metal Additive Fabrication Machine		
27	Federal Funds	650,000	-0-

1	086. Renovate Research Resource Center – Additional Reauthorization		
2	(\$14,708,000 Restricted Funds)		
3	Restricted Funds	617,000	-0-
4	087. Construct Center for Social Change – Additional Reauthorization		
5	(\$13,000,000 Other Funds)		
6	Other Funds	610,000	-0-
7	(1) Authorization: The above authorization is approved pursuant to KRS		
8	45.763.		
9	088. Purchase Biological Material Deposition Machine		
10	Federal Funds	600,000	-0-
11	089. Purchase Cell Isolation System		
12	Restricted Funds	-0-	600,000
13	090. Purchase CyTof Instrument		
14	Federal Funds	600,000	-0-
15	091. Renovate Oppenheimer Hall – Additional Reauthorization (\$4,792,000		
16	Restricted Funds)		
17	Restricted Funds	597,000	-0-
18	092. Expand Chilled Water and Electrical Service Upgrade – Additional		
19	Reauthorization (\$12,750,000 Restricted Funds)		
20	Restricted Funds	550,000	-0-
21	093. Construct Intramural Field Complex – Additional Reauthorization		
22	(\$7,234,000 Restricted Funds)		
23	Restricted Funds	546,000	-0-
24	094. Purchase FACS Aria II Special Order System		
25	Federal Funds	530,000	-0-
26	095. Purchase Next Generation DNA Sequencer		
27	Restricted Funds	525,000	-0-

1	096. Purchase MALDI-TOF Mass Spectrometer		
2	Federal Funds	500,000	-0-
3	097. Purchase Quadruple Orbitrap Mass Spectrometer		
4	Federal Funds	500,000	-0-
5	098. Purchase Teleconferencing/Computer Equipment		
6	Restricted Funds	500,000	-0-
7	099. Purchase Two-Photon Laser Scanning Microscope		
8	Federal Funds	-0-	500,000
9	100. Purchase UHR-TOF Mass Spectrometer		
10	Federal Funds	500,000	-0-
11	101. Purchase Ultrasound Trainer		
12	Restricted Funds	490,000	-0-
13	102. Purchase Two-Photon Imaging System		
14	Federal Funds	-0-	480,000
15	103. Purchase MOCVD System		
16	Federal Funds	450,000	-0-
17	104. Belknap Floyd Street Corridor Improvements – Additional		
18	Reauthorization (\$3,500,000 Restricted Funds)		
19	Restricted Funds	430,000	-0-
20	105. Purchase Bulk Sterilizer		
21	Restricted Funds	421,000	-0-
22	106. Purchase Ultraview ERS 6FO Confocal Microscope		
23	Restricted Funds	-0-	420,000
24	107. Utility Distribution System – South Belknap – Additional		
25	Reauthorization (\$12,000,000 Restricted Funds)		
26	Restricted Funds	416,000	-0-
27	108. Construct Utilities Remove Overhead Lines – Additional		

1	Reauthorization (\$10,350,000 Restricted Funds)		
2	Restricted Funds	400,000	-0-
3	109. Purchase High Resolution Triple TOF Mass Spectrometer		
4	Federal Funds	400,000	-0-
5	110. Purchase Scanning Electron Microscope		
6	Restricted Funds	-0-	400,000
7	111. Purchase Cage and Rack Washer 1		
8	Restricted Funds	-0-	398,000
9	112. Purchase Rodent Plastic Caging		
10	Restricted Funds	398,000	-0-
11	113. Purchase Multispectral Imaging Flow Cytometer		
12	Restricted Funds	-0-	390,000
13	114. Purchase High Resolution Echocardiography System		
14	Federal Funds	-0-	350,000
15	115. Construct Belknap Brandeis Corridor Improvements – Additional		
16	Reauthorization (\$2,774,000 Restricted Funds)		
17	Restricted Funds	326,000	-0-
18	116. Purchase Mobile Animal Runs		
19	Restricted Funds	-0-	323,000
20	117. Purchase Land Near Belknap Campus – North – Additional		
21	Reauthorization (\$8,000,000 Restricted Funds)		
22	Restricted Funds	320,000	-0-
23	118. Purchase Digital Materials 3-D Printing System		
24	Federal Funds	-0-	300,000
25	119. Renovate, Resurface Track and Cardio Path – Additional		
26	Reauthorization (\$700,000 Restricted Funds)		
27	Restricted Funds	300,000	-0-

1	120. Purchase Automatic Bedding Dispensing and Removal System		
2	Restricted Funds	-0-	278,000
3	121. Purchase Library Tables, Chairs and Wired Study Carrels		
4	Restricted Funds	275,000	-0-
5	122. Purchase Laser Confocal Scanning Microscope		
6	Federal Funds	250,000	-0-
7	123. Purchase Metal Evaporation System		
8	Federal Funds	250,000	-0-
9	124. Purchase Land Near Health Sciences Campus – Parcel II – Additional		
10	Reauthorization (\$6,034,000 Restricted Funds)		
11	Restricted Funds	241,000	-0-
12	125. Purchase Land Near Belknap Campus – South – Additional		
13	Reauthorization (\$6,000,000 Restricted Funds)		
14	Restricted Funds	240,000	-0-
15	126. Belknap 3rd Street Improvements – Additional Reauthorization		
16	(\$1,950,000 Restricted Funds)		
17	Restricted Funds	230,000	-0-
18	127. Purchase Cage and Rack Washer 2		
19	Restricted Funds	-0-	220,000
20	128. Purchase Tunnel Cage Washer		
21	Restricted Funds	-0-	208,000
22	129. Purchase Adaptive Optic Retinal Imaging System		
23	Federal Funds	200,000	-0-
24	130. Purchase Diagnostic/Imaging System		
25	Federal Funds	200,000	-0-
26	131. Purchase Land Near Floyd Street – Parcel I – Additional		
27	Reauthorization (\$5,000,000 Restricted Funds)		

1	Restricted Funds	200,000	-0-
2	132. Expand Rauch Planetarium – Additional Reauthorization (\$3,220,000		
3	Federal Funds)		
4	Federal Funds	132,000	-0-
5	133. Construct Physical Plant Space in Health Sciences Campus Garage –		
6	Additional Reauthorization (\$2,318,000 Restricted Funds)		
7	Restricted Funds	122,000	-0-
8	134. Purchase Land Near Health Sciences Campus – Parcel III – Additional		
9	Reauthorization (\$3,000,000 Restricted Funds)		
10	Restricted Funds	120,000	-0-
11	135. Belknap Century Corridor Improvements – Additional Reauthorization		
12	(\$890,000 Restricted Funds)		
13	Restricted Funds	100,000	-0-
14	136. Purchase Artificial Turf – Additional Reauthorization (\$865,000 Other		
15	Funds)		
16	Other Funds	85,000	-0-
17	(1) Authorization: The above authorization is approved pursuant to KRS		
18	45.763.		
19	137. Renovate College of Business Classrooms – Additional		
20	Reauthorization (\$1,800,000 Restricted Funds)		
21	Restricted Funds	65,000	-0-
22	138. Construct Flexner Way Mall – Floyd to Preston – Additional		
23	Reauthorization (\$1,660,000 Restricted Funds)		
24	Restricted Funds	60,000	-0-
25	139. Renovate Life Sciences Building Vivarium – Additional		
26	Reauthorization (\$1,096,000 Restricted Funds)		
27	Restricted Funds	44,000	-0-

1	140. Construct Artificial Turf Field for Intramural – Additional		
2	Reauthorization (\$693,000 Restricted Funds)		
3	Restricted Funds	40,000	-0-
4	141. Renovate Gross Anatomy Laboratory – Additional Reauthorization		
5	(\$5,520,000 Restricted Funds)		
6	Restricted Funds	38,000	-0-
7	142. Construct Belknap Stormwater Improvements Reauthorization		
8	(\$5,000,000 Restricted Funds)		
9	143. Construct Center for the Performing Arts Improvements		
10	Reauthorization (\$76,660,000 Restricted Funds)		
11	144. Construct or Renovate Data Center Improvements Reauthorization		
12	(\$38,000,000 Restricted Funds)		
13	145. Renovate Law School Improvements Reauthorization (\$36,081,000		
14	Restricted Funds)		
15	146. Academic Space – Lease		
16	147. Belknap Office Space 1 – Lease		
17	148. Belknap Office Space 2 – Lease		
18	149. Belknap Office Space 3 – Lease		
19	150. Clinic Space – Lease		
20	151. Contract Administration Office Space – Lease		
21	152. Dental Clinic Space – Lease		
22	153. Department of Family and Geriatric Medicine Office, Clinical Space –		
23	Lease		
24	154. East End Clinical Space – Lease		
25	155. HSC Additional Office, Clinic Space – Lease		
26	156. HSC Off Campus Office Space 1 – Lease		
27	157. HSC Off Campus Office Space 2 – Lease		

1	158.	IT Data Center – Lease		
2	159.	Master of Fine Arts – Lease		
3	160.	Med Center One – Lease		
4	161.	Nucleus 1 Building – Lease		
5	162.	Jefferson County – Office Space – Lease		
6	163.	U of L Foundation Office Space – Lease		
7	164.	West Louisville Center for Community Health, Education, Outreach –		
8		Lease		
9	165.	Construct Administrative Office Building		
10		Restricted Funds	51,245,000	-0-
11	166.	Expand/Renovate College of Education Building		
12		Restricted Funds	60,107,000	-0-
13	167.	Purchase Olympus Photon Microscope (2)		
14		Restricted Funds	719,000	-0-
15	10.	WESTERN KENTUCKY UNIVERSITY		
16	001.	Renovate Science Campus Phase IV		
17		Bond Funds	48,000,000	-0-
18	002.	Renovation at the Center for Research and Development #1		
19		Restricted Funds	12,300,000	-0-
20	003.	Renovate Gordon Wilson Hall		
21		Restricted Funds	11,600,000	-0-
22	004.	Expand Gatton Academy of Math and Science		
23		Other Funds	10,000,000	-0-
24	005.	Miscellaneous Maintenance Pool – 2014-2016		
25		Restricted Funds	10,000,000	-0-
26	006.	Renovate Garrett Conference Center Academic Space		
27		Restricted Funds	8,700,000	-0-

1	007. Renovate Garrett Conference Center Food Court		
2	Restricted Funds	7,000,000	-0-
3	008. Renovate Central Heat Plant		
4	Restricted Funds	5,100,000	-0-
5	009. Upgrade IT Infrastructure		
6	Restricted Funds	4,979,000	-0-
7	010. Construct Baseball Grandstand		
8	Other Funds	4,500,000	-0-
9	011. Renovate Art Lab/Museum		
10	Restricted Funds	4,200,000	-0-
11	012. Construct Track and Field Facilities Phase I		
12	Other Funds	4,000,000	-0-
13	013. Acquire Furniture, Fixtures, and Equipment for Diddle Arena		
14	Other Funds	3,000,000	-0-
15	014. Acquire Furniture, Fixtures, and Equipment for Honors College		
16	Restricted Funds	3,000,000	-0-
17	015. Demolish Thompson North Wing and Replace with Temporary Facility		
18	Restricted Funds	3,000,000	-0-
19	016. Parking and Street Improvements – 2014-2016		
20	Restricted Funds	3,000,000	-0-
21	017. Purchase Property for Campus Expansion – 2014-2016		
22	Restricted Funds	3,000,000	-0-
23	018. Renovate/Addition to Health Services Facility		
24	Restricted Funds	2,000,000	-0-
25	Other Funds	1,000,000	-0-
26	TOTAL	3,000,000	-0-
27	019. Acquire Equipment Pool – 2014-2016		

1	Restricted Funds	2,500,000	-0-
2	020. Construct South Plaza		
3	Other Funds	2,500,000	-0-
4	021. Renovation at the Center for Research and Development #2		
5	Restricted Funds	2,300,000	-0-
6	022. Add Club Seating at Diddle Arena		
7	Other Funds	2,200,000	-0-
8	023. Construct Football Pressbox		
9	Other Funds	2,200,000	-0-
10	024. Renovation at the Center for Research and Development #3		
11	Restricted Funds	2,200,000	-0-
12	025. Acquire Furniture, Fixtures, and Equipment for Hardin County Project		
13	Restricted Funds	2,000,000	-0-
14	026. Design Environmental Science and Technology Hall Renovation		
15	Restricted Funds	2,000,000	-0-
16	027. Construct Nanotechnology Laboratory		
17	Restricted Funds	1,900,000	-0-
18	028. Renovate State and Normal Street Properties		
19	Restricted Funds	1,500,000	-0-
20	029. Renovate Foundation Building		
21	Restricted Funds	1,200,000	-0-
22	030. Renovate Tate Page Hall		
23	Restricted Funds	1,200,000	-0-
24	031. Acquire Bus Replacements		
25	Restricted Funds	1,000,000	-0-
26	032. Design Agriculture Expo Center Renovation		
27	Restricted Funds	1,000,000	-0-

1	033. Interior Renovation Jones Jagers		
2	Restricted Funds	1,000,000	-0-
3	034. Renovate Grise Hall Restrooms (ADA)		
4	Restricted Funds	930,000	-0-
5	035. Major Repairs Smith Stadium		
6	Restricted Funds	800,000	-0-
7	036. Raze and Replace Student Housing at Western Kentucky University		
8	Farm		
9	Restricted Funds	800,000	-0-
10	037. Alumni Center – Lease		
11	038. College of Business – Lease		
12	039. Nursing and Physical Therapy – Lease		
13	040. Parking Garage – Lease		
14	041. Pearce Ford Tower Food Court – Lease		
15	042. South Regional Postsecondary Education Center – Lease		
16	043. Replace Underground Infrastructure - Steam/Electric		
17	Restricted Funds	30,000,000	-0-
18	044. Construct New Gordon Ford College of Business and Renovate Grise		
19	Hall		
20	Restricted Funds	77,200,000	-0-
21	045. Capital Renewal Pool (Maintenance Pool) 2014		
22	Restricted Funds	10,000,000	-0-
23	046. Renovate Helm/Cravens Library		
24	Restricted Funds	41,800,000	-0-
25	047. Renovate Ivan Wilson, Phase II		
26	Restricted Funds	26,100,000	-0-
27	048. Renovate Academic Complex		

1	Restricted Funds	27,500,000	-0-
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2	049. Renovate Kentucky Building		
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3	Restricted Funds	17,500,000	-0-
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4 **11. KENTUCKY COMMUNITY AND TECHNICAL COLLEGE SYSTEM**

5 **(1) Conveyance of Property:** The Kentucky Community and Technical College
6 System may undertake a capital construction project under the provisions of Part I, K.,
7 11., (3), of this Act.

8 **001. Construct MCTC/MSU Postsecondary Center of Excellence Phase I --**

9 Maysville CTC

10	Restricted Funds	7,000,000	-0-
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11	Agency Bonds	21,000,000	-0-
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12	TOTAL	28,000,000	-0-
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13 **002. Construct Advanced Manufacturing Facility**

14	Bond Funds	24,000,000	-0-
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15 **003. Newtown Campus Expansion -- Bluegrass CTC**

16	Restricted Funds	6,000,000	-0-
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17	Agency Bonds	18,000,000	-0-
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18	TOTAL	24,000,000	-0-
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19 **004. Construct Instructional Complex -- Southcentral CTC**

20	Restricted Funds	5,500,000	-0-
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21	Agency Bonds	16,500,000	-0-
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22	TOTAL	22,000,000	-0-
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23 **005. Construct Postsecondary Education Center -- Madisonville CC**

24	Restricted Funds	5,000,000	-0-
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25	Agency Bonds	15,000,000	-0-
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26	TOTAL	20,000,000	-0-
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27 **006. Construct Carrollton Campus Phase I -- Jefferson CTC**

1	Restricted Funds	4,000,000	-0-
2	Agency Bonds	12,000,000	-0-
3	TOTAL	16,000,000	-0-
4	007. Construct Agriculture Health and Career Technology Center Phase I –		
5	Hopkinsville CC		
6	Restricted Funds	3,750,000	-0-
7	Agency Bonds	11,250,000	-0-
8	TOTAL	15,000,000	-0-
9	008. Construct Urban Campus – Gateway CTC		
10	Restricted Funds	3,750,000	-0-
11	Agency Bonds	11,250,000	-0-
12	TOTAL	15,000,000	-0-
13	009. Construct Advanced Technology Center Phase II – Owensboro CTC		
14	Restricted Funds	3,000,000	-0-
15	Agency Bonds	9,000,000	-0-
16	TOTAL	12,000,000	-0-
17	010. KCTCS Equipment Pool – 2014-2016		
18	Restricted Funds	12,000,000	-0-
19	011. Construct 2D Arts School Phase I – West Kentucky CTC		
20	Restricted Funds	2,500,000	-0-
21	Agency Bonds	7,500,000	-0-
22	TOTAL	10,000,000	-0-
23	012. KCTCS Property Acquisition Pool – 2014-2016		
24	Restricted Funds	10,000,000	-0-
25	013. Construct Educational Alliance Center - Middlesboro Campus –		
26	Southeast Kentucky CTC		
27	Restricted Funds	2,500,000	-0-

1	Agency Bonds	7,500,000	-0-
2	TOTAL	10,000,000	-0-
3	014. Renovate Main Building – College Drive – Ashland CTC		
4	Restricted Funds	2,500,000	-0-
5	Agency Bonds	7,500,000	-0-
6	TOTAL	10,000,000	-0-
7	015. Acquisition of System Office Building		
8	Restricted Funds	6,300,000	-0-
9	016. Renovate Campus Wide Facilities – Henderson CC		
10	Restricted Funds	1,250,000	-0-
11	Agency Bonds	3,750,000	-0-
12	TOTAL	5,000,000	-0-
13	017. Renovate Denham Building Exterior – Maysville CTC		
14	Restricted Funds	4,011,000	-0-
15	018. Renovate Administration Building – Whitesburg – Southeast Kentucky		
16	CTC		
17	Restricted Funds	3,734,000	-0-
18	019. Renovate HVAC System Phase I – Owensboro CTC		
19	Restricted Funds	3,297,000	-0-
20	020. Purchase Leitchfield Property – Elizabethtown CTC		
21	Restricted Funds	3,000,000	-0-
22	021. Renovate HVAC System – Meece Building – Somerset CC		
23	Restricted Funds	3,000,000	-0-
24	022. Renovate Building for Skilled Crafts Training Center, Phase III – West		
25	Kentucky CTC		
26	Restricted Funds	2,630,000	-0-
27	023. Construct Arts and Humanities Building – Somerset CC North		

1	Restricted Funds	500,000	-0-
2	Agency Bonds	1,500,000	-0-
3	TOTAL	2,000,000	-0-
4	024. Construct Community Intergenerational Center – Lees-Hazard CTC		
5	Restricted Funds	500,000	-0-
6	Agency Bonds	1,500,000	-0-
7	TOTAL	2,000,000	-0-
8	025. Expansion of Pikeville Campus – Big Sandy CTC		
9	Restricted Funds	500,000	-0-
10	Agency Bonds	1,500,000	-0-
11	TOTAL	2,000,000	-0-
12	026. Renovate Collegewide Facilities – Big Sandy CTC		
13	Restricted Funds	2,000,000	-0-
14	027. Renovations Main Campus – West Kentucky CTC		
15	Restricted Funds	2,000,000	-0-
16	028. ADA Upgrades J. Phil Smith Building – Hazard CTC		
17	Restricted Funds	1,935,000	-0-
18	029. Construct Maintenance and Technical Building – West Kentucky CTC		
19	Restricted Funds	1,885,000	-0-
20	030. Construct Welding Lab – Main Campus – Henderson CC		
21	Restricted Funds	1,707,000	-0-
22	031. Soil Stabilization – Industrial Education Building – Hazard CTC		
23	Restricted Funds	1,650,000	-0-
24	032. Construct CPAT Center, State Fire and Rescue Training		
25	Restricted Funds	1,500,000	-0-
26	033. Install Sprinkler Systems – West Kentucky CTC		
27	Restricted Funds	1,500,000	-0-

1	034. Master Plan Development and Upgrade Pool – 2014-2016		
2	Restricted Funds	1,500,000	-0-
3	035. Construct Parking Lot and Lighting – Madisonville CC		
4	Restricted Funds	1,375,000	-0-
5	036. Construct Arboretum and Trails – Maysville CTC		
6	Restricted Funds	1,320,000	-0-
7	037. Renovation Utility Upgrade – Leestown Campus – Bluegrass CTC		
8	Restricted Funds	1,200,000	-0-
9	038. Acquire Land – Elizabethtown CTC		
10	Restricted Funds	1,000,000	-0-
11	039. Construct 2nd Floor Lab Technology Center – Hopkinsville CC		
12	Restricted Funds	1,000,000	-0-
13	040. Construct New Entrance – Leestown – Bluegrass CTC		
14	Restricted Funds	1,000,000	-0-
15	041. Construct Second Entrance – Main – Madisonville CC		
16	Restricted Funds	1,000,000	-0-
17	042. Renovate Owen Classroom Building – Elizabethtown CTC		
18	Restricted Funds	250,000	-0-
19	Agency Bonds	750,000	-0-
20	TOTAL	1,000,000	-0-
21	043. Replace Fire Alarm and Security System – Maysville CTC		
22	Restricted Funds	1,000,000	-0-
23	044. Site and Infrastructure Improvements – Somerset CC		
24	Restricted Funds	1,000,000	-0-
25	045. Construct or Procure Area 9 Training Building State Fire and Rescue		
26	Reauthorization (\$980,000 Restricted Funds)		
27	046. Gateway CTC – Urban Campus – Lease		

1 **047.** Jefferson CTC – Jefferson Education Center – Lease

2 **048.** Maysville CTC – Montgomery County Center – Lease

3 **049.** Guaranteed Energy Savings Performance Contracts

4 **050.** KCTCS System Office Lease-Purchase

5 **051.** Jefferson CTC - Bullitt County Campus - Lease-Purchase

6 **052.** Mt. Sterling Property Acquisition - Maysville CTC

7	Restricted Funds	8,000,000	-0-
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8 **053.** Ashland Property Acquisition - Ashland CTC

9	Restricted Funds	10,000,000	-0-
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10 **054.** KCTCS Agency Bonds - 2014-2016

11 **(1) Agency Bonds:** To provide flexibility to the Kentucky Community and
 12 Technical College System in the administration of its capital program, the following
 13 capital projects are eligible to be funded, in the order listed, from the Agency Bonds
 14 authorized for items 001., 003., 004., 005., 006., 007., 008., 009., 011., 013., 014., 016.,
 15 023., 024., 025., and 042. of this section if the local match for these items is not provided
 16 by June 30, 2016: Renovate Downtown Campus, Phase II - Jefferson CTC - \$29,831,000;
 17 Construct Muhlenberg Campus, Phase II - Madisonville CTC - \$12,850,000; Complete
 18 Urban Campus - Gateway CTC - \$57,000,000; Construct Consolidated Allied Health
 19 Building - Hazard CTC - \$29,129,000; Construct Extension Center - Russell County -
 20 Somerset CTC - \$15,700,000; Construct Allied Health, Phase II - West KY CTC -
 21 \$16,762,000; Renovate Academic Building - Hopkinsville CTC - \$10,233,000; Exterior
 22 Renovation - Denham Building - Maysville CTC - \$4,011,000; Construct Technology
 23 Drive Campus, Phase III - Ashland CTC - \$11,771,000; Renovate Educational Alliance
 24 Center - Cumberland Campus - Southeast KY CTC - \$22,395,000; HVAC Replacement -
 25 Main Campus, Phase I - Owensboro CTC - \$3,297,000; Development of DJJ Property -
 26 Bluegrass CTC - \$5,322,000; Construct KY Advanced Tech Institute, Phase II -
 27 Southcentral KY CTC - \$9,531,000; Collegewide Renovation of Facilities for

Instructional Purposes - Big Sandy CTC - \$8,030,000; Leitchfield Property Acquisition - Elizabethtown CTC - \$3,000,000; Welding Lab Relocation - Henderson CTC - \$1,707,000. Authorization of these eligible projects is contingent upon the relevant campus providing a local match equal to 25 percent of the total project cost listed above. The Kentucky Community and Technical College System shall report the projects selected to be funded pursuant to this section to the President of the Council on Postsecondary Education, the Secretary of the Finance and Administration Cabinet, and the Capital Projects and Bond Oversight Committee.

K. PUBLIC PROTECTION CABINET

Budget Units	2014-15	2015-16
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1. INSURANCE

001. Franklin County – Lease

2. HOUSING, BUILDINGS AND CONSTRUCTION

001. Franklin County – Lease

L. TOURISM, ARTS AND HERITAGE CABINET

Budget Units	2014-15	2015-16
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1. PARKS

001. Maintenance Pool – 2014-2016

Bond Funds	4,000,000	4,000,000
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002. Upgrade Guest Accommodations Reauthorization and Reallocation

(\$466,800 Bond Funds)

Bond Funds	5,033,200	-0-
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(1) Reauthorization and Reallocation: The above project is authorized from a reallocation of the project set forth in 2012 Ky. Acts ch. 144, Part II, L., 1., 002.

003. Jefferson Davis Monument Re-sealing Reauthorization and

Reallocation (\$620,000 Bond Funds)

(1) Reauthorization and Reallocation: The above project is authorized

1 from a reallocation of 2006 Ky. Acts ch. 252, Part II, B., 1., 002 for the project set forth in
 2 2006 Ky. Acts ch. 251, Section 18 and 2012 Ky. Acts ch. 144, Part II, L., 1., 002.

3 **004. Kentucky Dam Village Roof Replacement and Repair Reauthorization**
 4 and Reallocation (\$2,000,000 Bond Funds)

5 **(1) Reauthorization and Reallocation:** The above project is authorized
 6 from a reallocation of 2006 Ky. Acts ch. 252, Part II, B., 1., 002 for the project set forth in
 7 2006 Ky. Acts ch. 251, Section 18.

8 **005. Rough River Dam Boat Dock**

9	General Fund	850,000	-0-
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10 **2. HORSE PARK COMMISSION**

11 **001. Maintenance Pool – 2014-2016**

12	Investment Income	575,000	575,000
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13 **3. STATE FAIR BOARD**

14 **001. Kentucky International Convention Center Renovation and Expansion**

15	Bond Funds	56,000,000	-0-
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16	Other Funds	124,000,000	-0-
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17	TOTAL	180,000,000	-0-
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18 **002. Freedom Hall Sewer Line Replacement**

19	Bond Funds	3,224,000	-0-
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20 **4. FISH AND WILDLIFE RESOURCES**

21 **001. Fees-in-Lieu-of Stream Mitigation Projects Pool**

22	Restricted Funds	20,000,000	20,000,000
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23 **002. Land Acquisition Pool – 2014-2016**

24	Restricted Funds	1,000,000	1,000,000
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25 **5. HISTORICAL SOCIETY**

26 **001. Digital Initiatives**

27	Bond Funds	1,000,000	-0-
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1	Other Funds	2,500,000	-0-
2	TOTAL	3,500,000	-0-

3 **6. KENTUCKY CENTER FOR THE ARTS**

4 **001. Roof Replacement**

5	Bond Funds	2,200,000	-0-
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6 **002. Maintenance Pool – 2014-2016**

7	Investment Income	160,000	160,000
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8 **M. COAL SEVERANCE TAX PROJECTS**

9 **(1) Projects Authorization and Appropriation:** Notwithstanding KRS
10 42.4588(2) and (4), the following projects are authorized and appropriated from Local
11 Government Economic Development Fund moneys from the respective single county
12 fund pursuant to KRS 42.4592 for public purposes in the following coal-producing
13 counties in the manner and amounts enumerated. These projects are determined by the
14 General Assembly to be important to the furtherance of the public policy objectives and
15 economic development purposes for which the Local Government Economic
16 Development Program was established. The amounts appropriated are estimates. Actual
17 expenditures and encumbrances shall be limited to the actual receipts realized and
18 available in the respective single county fund. These amounts are composed of estimated
19 receipts for fiscal year 2013-2014, fiscal year 2014-2015, and fiscal year 2015-2016 in
20 combination with prior unobligated balances in the respective single county funds. To the
21 extent that a county that is authorized to proceed with a project enumerated below
22 receives more single county Local Government Economic Development Fund moneys
23 than are appropriated in this Act, the county may direct those funds to offset a cost
24 overrun on any of the projects enumerated below upon approval of the Commissioner of
25 the Department for Local Government.

26 **(2) Projects Not To Be Duplicated:** Notwithstanding KRS 42.4588(2) and (4),
27 to avoid duplication of appropriations for the line-item coal severance tax projects

1 authorized in this section, the following projects are authorized and appropriated for the
 2 amounts enumerated below under the condition that the project has not received, or
 3 already been authorized by the Department for Local Government to receive, funding
 4 prior to the effective date of this Act.

5 **(3) Authorization for Current Year Coal Severance Tax Projects:** The
 6 following projects authorized for fiscal year 2013-2014 shall remain authorized for the
 7 2014-2016 fiscal biennium.

8 **(4) Project Prioritization:** Notwithstanding KRS 42.4588, the following projects
 9 shall have priority over projects that have been authorized prior to the effective date of
 10 this Act by the Department for Local Government to receive funding.

11 **(5) Water and Sewer Projects:** The following projects that are related to water
 12 and sewer shall be administered by the Kentucky Infrastructure Authority.

13 Budget Units	2013-14	2014-15	2015-16
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14 **1. GENERAL GOVERNMENT**

15 a. Department for Local Government

16 **Bell County**

17 **001.** Bell County Fiscal Court - City of Middlesboro - Projects - Equipment

18 Restricted Funds	-0-	50,000	50,000
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19 **002.** Bell County Fiscal Court - City of Pineville - Projects - Equipment

20 Restricted Funds	-0-	25,000	25,000
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21 **003.** Bell County Fiscal Court - Operations - Projects - Equipment

22 Restricted Funds	-0-	650,878	638,496
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23 **Boyd County**

24 **001.** Ashland Independent Board of Education - Ground and other improvements

25 Restricted Funds	-0-	15,000	-0-
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26 **002.** Boyd County Board of Education - Ground and other improvements

27 Restricted Funds	-0-	15,000	-0-
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1	003. Boyd County Fiscal Court - CASA of Northeast KY Improvements - Services			
2	and Operations			
3	Restricted Funds	-0-	15,000	10,000
4	004. Boyd County Fiscal Court - First Book - Improvements, Services, and			
5	Operations			
6	Restricted Funds	-0-	5,000	-0-
7	005. Boyd County Fiscal Court - Shelter of Hope - Improvements, Services, and			
8	Operations			
9	Restricted Funds	-0-	5,579	2,153
10	006. City of Ashland - Economic Development and Tourism			
11	Restricted Funds	-0-	28,000	25,000
12	007. City of Catlettsburg - Facility Equipment - Other Improvements			
13	Restricted Funds	-0-	-0-	10,000
14	008. Paramount Arts Center - Operations and Improvements			
15	Restricted Funds	-0-	-0-	28,000
16	Breathitt County			
17	001. Breathitt County Board of Education - Renovations			
18	Restricted Funds	-0-	85,500	81,750
19	002. Breathitt County Board of Education - Road Equipment - Improvements			
20	Restricted Funds	-0-	235,000	235,000
21	003. Breathitt County Fiscal Court - Volunteer Fire Departments - Operations and			
22	Equipment			
23	Restricted Funds	-0-	42,000	42,000
24	004. Breathitt County Senior Citizens Program - Vehicle, Equipment, Building			
25	Upgrades, and Supplies			
26	Restricted Funds	-0-	10,582	9,326
27	005. Breathitt County Water District - Robinson Fork - End of Hwy 205 Roark			

1	Branch 30 East - War Creek Road Pump Station, Tank Site Equipment			
2	Restricted Funds	-0-	50,000	50,000
3	006. City of Jackson - Water Plant Improvements			
4	Restricted Funds	-0-	51,500	51,500
5	007. Jackson Independent Board of Education - Jackson Independent Board of			
6	Education			
7	Restricted Funds	-0-	20,000	20,000
8	008. Jackson Independent Board of Education - Renovations			
9	Restricted Funds	-0-	90,250	87,400
10	Clay County			
11	001. City of Manchester - Police Cruiser			
12	Restricted Funds	-0-	50,000	-0-
13	002. City of Manchester - Swimming Pool Repairs and Operation			
14	Restricted Funds	-0-	50,000	-0-
15	003. Clay County Fiscal Court - "Stay on Clay" Historical Restoration and			
16	Preservation			
17	Restricted Funds	-0-	25,000	-0-
18	004. Clay County Fiscal Court - Equipment/Operations			
19	Restricted Funds	-0-	20,000	50,000
20	005. Clay County Fiscal Court - Library Renovations			
21	Restricted Funds	-0-	25,000	-0-
22	006. Clay County Fiscal Court - Sheriff's Department - Communication Equipment			
23	Restricted Funds	-0-	30,000	-0-
24	007. Clay County Fiscal Court - Sherriff's Department - Police Cruiser			
25	Restricted Funds	-0-	50,000	-0-
26	008. Clay County Fiscal Court - Transportation Infrastructure			
27	Restricted Funds	-0-	50,000	100,000

1	009. Clay County Fiscal Court - Waterline Extension			
2	Restricted Funds	-0-	50,000	100,000
3	Daviess County			
4	001. Daviess County Fiscal Court - Economic Development			
5	Restricted Funds	-0-	138,558	93,987
6	Elliott County			
7	001. City of Sandy Hook - Upgrades and Improvement Property Purchase			
8	Restricted Funds	-0-	-0-	8,150
9	002. Elliott County Board of Education - Elliott County Public Library and Elliott			
10	County Schools - Supplies - Upgrades - Equipment - Operations			
11	Restricted Funds	-0-	10,000	10,000
12	003. Elliott County Fiscal Court - Elliott County Ambulance Department -			
13	Improvements - Equipment			
14	Restricted Funds	-0-	25,000	20,000
15	004. Elliott County Fiscal Court - Equipment, Facility, Ground, and other			
16	Improvements			
17	Restricted Funds	-0-	10,033	12,500
18	005. Elliott County Fiscal Court - Improvement - Equipment - Operations			
19	Restricted Funds	-0-	20,000	20,000
20	006. Elliott County Fiscal Court - Isonville Fire Department - Equipment - Facility			
21	and Ground Improvements			
22	Restricted Funds	-0-	10,000	7,500
23	007. Elliott County Fiscal Court - Laural Gorge Heritage Center - Facility			
24	Upgrades - Equipment - Operations			
25	Restricted Funds	-0-	15,000	15,000
26	008. Elliott County Fiscal Court - Route 504 Fire Department - Equipment -			
27	Facility and Ground Improvements			

1	Restricted Funds	-0-	10,000	7,500
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2	009. Elliott County Fiscal Court - Sandy Hook Fire Department - Equipment -			
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3	Facility and Ground Improvements			
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4	Restricted Funds	-0-	10,000	7,500
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5 **Floyd County**

6 **(1) Project Priority:** The following shall be the priority order of funding
 7 for the projects enumerated below for Floyd County: 001., all fire department projects, all
 8 veterans organization projects, 019., 025., park projects, 032., 033., 034., 035., 036., 037.,
 9 038., 039., and 040..

10	001. Floyd County Fiscal Court - Floyd County Senior Citizens, Inc.			
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11	Restricted Funds	-0-	200,000	200,000
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12	002. City of Martin - Martin Fire Department - Equipment and Expenses			
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13	Restricted Funds	-0-	1,750	1,750
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14	003. City of Prestonsburg - Prestonsburg Fire Department - Expenses			
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15	Restricted Funds	-0-	1,750	1,750
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16	004. City of Wayland - Wayland Fire Department - Expenses			
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17	Restricted Funds	-0-	1,750	1,750
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18	005. City of Wheelwright - Wheelwright Fire Department - Expenses			
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19	Restricted Funds	-0-	1,750	1,750
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20	006. Floyd County Fiscal Court - Cow Creek Fire Department - Expenses			
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21	Restricted Funds	-0-	1,750	1,750
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22	007. Floyd County Fiscal Court - Allen Fire Department - Expenses			
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23	Restricted Funds	-0-	1,750	1,750
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24	008. Floyd County Fiscal Court - Auxier Fire Department - Expenses			
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25	Restricted Funds	-0-	1,750	1,750
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26	009. Floyd County Fiscal Court - Betsy Layne Fire Department - Expenses			
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27	Restricted Funds	-0-	1,750	1,750
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1	010.	Floyd County Fiscal Court - David Fire Department - Expenses			
2		Restricted Funds	-0-	1,750	1,750
3	011.	Floyd County Fiscal Court - Garrett Fire Department - Expenses			
4		Restricted Funds	-0-	1,750	1,750
5	012.	Floyd County Fiscal Court - Left Beaver Fire Department and Rescue Squad -			
6		Expenses			
7		Restricted Funds	-0-	1,750	1,750
8	013.	Floyd County Fiscal Court - Maytown Fire Department - Expenses			
9		Restricted Funds	-0-	1,750	1,750
10	014.	Floyd County Fiscal Court - Middle Creek Fire Department - Expenses			
11		Restricted Funds	-0-	1,750	1,750
12	015.	Floyd County Fiscal Court - Mud Creek Fire Department - Expenses			
13		Restricted Funds	-0-	1,750	1,750
14	016.	Floyd County Fiscal Court - Southeast Fire Department - Expenses			
15		Restricted Funds	-0-	1,750	1,750
16	017.	Floyd County Fiscal Court - Toler Creek Fire Department - Expenses			
17		Restricted Funds	-0-	1,750	1,750
18	018.	City of Prestonsburg - VFW Post 5839 - Equipment and Improvements			
19		Restricted Funds	-0-	1,750	1,750
20	019.	Floyd County Fiscal Court - DAV Chapter 128 - Bus			
21		Restricted Funds	-0-	25,000	-0-
22	020.	Floyd County Fiscal Court - American Legion Post 283 - Equipment and			
23		Improvements			
24		Restricted Funds	-0-	1,750	1,750
25	021.	Floyd County Fiscal Court - DAV Post #128 - Equipment and Operations			
26		Restricted Funds	-0-	1,750	1,750
27	022.	Floyd County Fiscal Court - DAV Post #169 - Equipment and Operations			

1	Restricted Funds	-0-	1,750	1,750
2	023. Floyd County Fiscal Court - DAV Post #18 - Equipment and Operations			
3	Restricted Funds	-0-	1,750	1,750
4	024. Floyd County Fiscal Court - Martin American Veterans - Equipment and			
5	Improvements			
6	Restricted Funds	-0-	1,750	1,750
7	025. City of Prestonsburg - Floyd County Rescue Squad - Equipment, Operations,			
8	and Repairs			
9	Restricted Funds	-0-	10,000	10,000
10	026. City of Wayland - Wayland Park			
11	Restricted Funds	-0-	2,500	2,500
12	027. Floyd County Fiscal Court - Elkhorn Park - ATV Trails			
13	Restricted Funds	-0-	12,500	12,500
14	028. Floyd County Fiscal Court - Garrett Park			
15	Restricted Funds	-0-	-0-	20,000
16	029. Floyd County Fiscal Court - Ishmeal Abner Caudill Park - Playground			
17	Equipment and Blacktop Walking Track			
18	Restricted Funds	-0-	-0-	20,000
19	030. Floyd County Fiscal Court - Minnie Park - Restrooms, Sewer, and Various			
20	Improvements			
21	Restricted Funds	-0-	10,000	10,000
22	031. Floyd County Fiscal Court - Weeksbury Parks - Playground Equipment and			
23	Blacktop Walking Track			
24	Restricted Funds	-0-	-0-	20,000
25	032. City of Wheelwright - Streets and Sidewalks			
26	Restricted Funds	-0-	15,000	15,000
27	033. City of Wheelwright - Wheelwright Swimming Pool			

1	Restricted Funds	-0-	10,000	10,000
2	034. Floyd County Fiscal Court - Left Beaver Fire Department and Rescue Squad			
3	- New Building			
4	Restricted Funds	-0-	75,000	75,000
5	035. Floyd County Fiscal Court - Highland Autistic School - Autism Scholarships			
6	Restricted Funds	-0-	75,000	75,000
7	036. Floyd County Fiscal Court - Floyd County Drug Court			
8	Restricted Funds	-0-	50,000	50,000
9	037. City of Prestonsburg - Mountain Top Recreational - Repairs, Maintenance,			
10	and Renovations to Stone Crest			
11	Restricted Funds	-0-	65,000	75,000
12	038. City of Prestonsburg - Mountain Arts Center			
13	Restricted Funds	-0-	40,000	40,000
14	039. Floyd County Fiscal Court - Wayland Historical Society - Purchase Clinic,			
15	Renovation, Planning, Development, and Construction - Mountain Sports Hall			
16	of Fame			
17	Restricted Funds	-0-	35,000	35,000
18	040. Floyd County Board of Education - Technology Implementation			
19	Restricted Funds	-0-	50,000	50,000
20	041. Floyd County Board of Education - Wheelwright Gym - Operating Expenses			
21	Restricted Funds	-0-	5,000	5,000
22	042. Floyd County Fiscal Court - Floyd County Offices - Establishment of Branch			
23	Office in Left Beaver Area			
24	Restricted Funds	-0-	48,000	50,000
25	043. Floyd County Fiscal Court - Bridge Deck Rte-404 toward Blue River			
26	Restricted Funds	-0-	-0-	30,000
27	044. Floyd County Fiscal Court - German Bridge Campground			

1	Restricted Funds	-0-	-0-	20,000
2	Greenup County			
3	001. City of South Shore - Parks and Recreation			
4	Restricted Funds	-0-	1,000	-0-
5	002. Eastern Kentucky University - Feasibility study of Aviation/Aerospace			
6	academic program at the Ashland Regional Airport in Worthington			
7	Restricted Funds	-0-	3,000	-0-
8	003. Greenup County Health Department - Ovarian Screening Project			
9	Restricted Funds	-0-	10,000	-0-
10	Hancock County			
11	001. Hancock County Fiscal Court - Fire and Rescue - Equipment			
12	Restricted Funds	-0-	-0-	38,472
13	002. Hancock County Fiscal Court - Water Lines - Improvements			
14	Restricted Funds	-0-	39,065	-0-
15	Harlan County			
16	001. Harlan County Fiscal Court - Benham Volunteer Fire Department -			
17	Equipment - Improvements			
18	Restricted Funds	-0-	3,000	3,000
19	002. Harlan County Fiscal Court - Bledsoe Volunteer Fire Department - Equipment			
20	- Improvements			
21	Restricted Funds	-0-	3,000	3,000
22	003. Harlan County Fiscal Court - Cawood Ledford Boys and Girls Club -			
23	Operations			
24	Restricted Funds	-0-	25,000	25,000
25	004. Harlan County Fiscal Court - City of Benham - Projects - Operations			
26	Restricted Funds	-0-	10,000	10,000
27	005. Harlan County Fiscal Court - City of Cumberland - Projects - Operations			

1	Restricted Funds	-0-	10,000	10,000
2	006. Harlan County Fiscal Court - City of Evarts - Projects - Operations			
3	Restricted Funds	-0-	10,000	10,000
4	007. Harlan County Fiscal Court - City of Harlan - Projects - Operations			
5	Restricted Funds	-0-	10,000	10,000
6	008. Harlan County Fiscal Court - City of Loyall - Projects - Operations			
7	Restricted Funds	-0-	10,000	10,000
8	009. Harlan County Fiscal Court - City of Lynch - Projects - Operations			
9	Restricted Funds	-0-	10,000	10,000
10	010. Harlan County Fiscal Court - Cloverfork Rescue Squad - Equipment			
11	Restricted Funds	-0-	3,000	3,000
12	011. Harlan County Fiscal Court - Cumberland Volunteer Fire Department -			
13	Equipment - Improvements			
14	Restricted Funds	-0-	3,000	3,000
15	012. Harlan County Fiscal Court - Debt Retirement			
16	Restricted Funds	-0-	690,000	700,000
17	013. Harlan County Fiscal Court - District 1 - Projects - Equipment			
18	Restricted Funds	-0-	20,000	20,000
19	014. Harlan County Fiscal Court - District 2 - Projects - Equipment			
20	Restricted Funds	-0-	20,000	20,000
21	015. Harlan County Fiscal Court - District 3 - Projects - Equipment			
22	Restricted Funds	-0-	20,000	20,000
23	016. Harlan County Fiscal Court - District 4 - Projects - Equipment			
24	Restricted Funds	-0-	20,000	20,000
25	017. Harlan County Fiscal Court - District 5 - Projects - Equipment			
26	Restricted Funds	-0-	20,000	20,000
27	018. Harlan County Fiscal Court - Evarts Fire Department - Equipment -			

1	Improvements			
2	Restricted Funds	-0-	3,000	3,000
3	019. Harlan County Fiscal Court - Evarts Senior Citizens - Operations -			
4	Improvements			
5	Restricted Funds	-0-	10,000	10,000
6	020. Harlan County Fiscal Court - Harlan County Pop Basketball Club -			
7	Equipment			
8	Restricted Funds	-0-	5,000	5,000
9	021. Harlan County Fiscal Court - Harlan Rescue Squad - Equipment			
10	Restricted Funds	-0-	3,000	3,000
11	022. Harlan County Fiscal Court - Harlan Volunteer Fire Department - Equipment			
12	- Improvements			
13	Restricted Funds	-0-	3,000	3,000
14	023. Harlan County Fiscal Court - Harlan/Green Hill Senior Citizens Centers -			
15	Operations - Improvements			
16	Restricted Funds	-0-	25,000	25,000
17	024. Harlan County Fiscal Court - Lower Clover Fork Volunteer Fire Department -			
18	Equipment - Improvements			
19	Restricted Funds	-0-	3,000	3,000
20	025. Harlan County Fiscal Court - Loyall Volunteer Fire Department - Equipment -			
21	Improvements			
22	Restricted Funds	-0-	3,000	3,000
23	026. Harlan County Fiscal Court - Lynch Volunteer Fire Department - Equipment -			
24	Improvements			
25	Restricted Funds	-0-	3,000	3,000
26	027. Harlan County Fiscal Court - Martins Fork Volunteer Fire Department -			
27	Equipment - Improvements			

1	Restricted Funds	-0-	3,000	3,000
2	028. Harlan County Fiscal Court - Putney Volunteer Fire Department - Equipment			
3	- Improvements			
4	Restricted Funds	-0-	3,000	3,000
5	029. Harlan County Fiscal Court - Sunshine Volunteer Fire Department -			
6	Equipment - Improvements			
7	Restricted Funds	-0-	3,000	3,000
8	030. Harlan County Fiscal Court - The Laurels - Debt Retirement			
9	Restricted Funds	-0-	50,000	50,000
10	031. Harlan County Fiscal Court - Tri-City Rescue Squad - Equipment			
11	Restricted Funds	-0-	3,000	3,000
12	032. Harlan County Fiscal Court - Tri-City Senior Citizens - Operations -			
13	Improvements			
14	Restricted Funds	-0-	10,000	10,000
15	033. Harlan County Fiscal Court - Upper Clover Fork Volunteer Fire Department -			
16	Equipment - Operations			
17	Restricted Funds	-0-	3,000	3,000
18	034. Harlan County Fiscal Court - Wallins Fellowship Center - Operations -			
19	Improvements			
20	Restricted Funds	-0-	10,000	10,000
21	035. Harlan County Fiscal Court - Wallins Volunteer Fire Department - Equipment			
22	- Improvements			
23	Restricted Funds	-0-	3,000	3,000
24	036. Harlan County Fiscal Court - Water Line -Sewer Projects			
25	Restricted Funds	-0-	579,000	600,000
26	037. Harlan County Fiscal Court - Yocum Creek Volunteer Fire Department -			
27	Equipment - Improvements			

1	Restricted Funds	-0-	3,000	3,000
2	Henderson County			
3	001. Henderson County Fiscal Court - Audubon Park Road to Boardwalk -			
4	Improvements			
5	Restricted Funds	-0-	100,000	-0-
6	002. Henderson County Fiscal Court - Bluegrass in the Park			
7	Restricted Funds	-0-	10,000	-0-
8	003. Henderson County Fiscal Court - County Projects			
9	Restricted Funds	-0-	132,224	296,527
10	004. Henderson County Fiscal Court - Fairgrounds - Improvements			
11	Restricted Funds	-0-	50,000	-0-
12	005. Henderson County Fiscal Court - Fire Hydrants - Improvements			
13	Restricted Funds	-0-	50,000	50,000
14	006. Henderson County Fiscal Court - HCC Surface and Underground Mining			
15	Certification Classes			
16	Restricted Funds	-0-	23,400	23,400
17	007. Henderson County Fiscal Court - WC Handy Blues Festival			
18	Restricted Funds	-0-	10,000	-0-
19	Hopkins County			
20	001. City of Dawson Springs - Dawson Springs City Project			
21	Restricted Funds	-0-	50,000	-0-
22	002. City of Earlington - Earlington Water Line Repair Project			
23	Restricted Funds	-0-	50,000	50,000
24	003. City of Hanson - Hanson Water Project - Improvements			
25	Restricted Funds	-0-	50,000	-0-
26	004. City of Madisonville - Madisonville Old City Building - Removal -			
27	Construction			

1	Restricted Funds	-0-	50,000	50,000
2	005. City of Mortons Gap - Mortons Gap - City Building - Improvements			
3	Restricted Funds	-0-	50,000	50,000
4	006. City of Nebo - Community Project			
5	Restricted Funds	-0-	-0-	50,000
6	007. City of Nortonville - Nortonville City Project			
7	Restricted Funds	-0-	-0-	30,000
8	008. City of Saint Charles - St. Charles City Hall and Park - Improvements			
9	Restricted Funds	-0-	37,500	-0-
10	009. City of White Plains - White Plains - Water Project - Improvements			
11	Restricted Funds	-0-	50,000	-0-
12	010. Hopkins County Fiscal Court - Anton Fire Department - Equipment			
13	Restricted Funds	-0-	5,000	5,000
14	011. Hopkins County Fiscal Court - Ballard Convention Center - Upgrades			
15	Restricted Funds	-0-	30,000	30,000
16	012. Hopkins County Fiscal Court - Charleston Fire Department - Equipment			
17	Restricted Funds	-0-	5,000	5,000
18	013. Hopkins County Fiscal Court - Dawson Springs Fire Department - Equipment			
19	Restricted Funds	-0-	5,000	5,000
20	014. Hopkins County Fiscal Court - Earlington Fire Department - Equipment			
21	Restricted Funds	-0-	5,000	5,000
22	015. Hopkins County Fiscal Court - Grapevine Fire Department - Equipment			
23	Restricted Funds	-0-	5,000	5,000
24	016. Hopkins County Fiscal Court - Hanson Fire Department - Equipment			
25	Restricted Funds	-0-	5,000	5,000
26	017. Hopkins County Fiscal Court - Manitou Fire Department - Equipment			
27	Restricted Funds	-0-	5,000	5,000

1	018. Hopkins County Fiscal Court - Mortons Gap Fire Department - Equipment			
2	Restricted Funds	-0-	5,000	5,000
3	019. Hopkins County Fiscal Court - Nebo Fire Department - Equipment			
4	Restricted Funds	-0-	5,000	5,000
5	020. Hopkins County Fiscal Court - Nortonville Fire Department - Equipment			
6	Restricted Funds	-0-	5,000	5,000
7	021. Hopkins County Fiscal Court - Projects Appropriated by Fiscal Court			
8	Restricted Funds	-0-	200,000	200,000
9	022. Hopkins County Fiscal Court - Richland Fire Department - Equipment			
10	Restricted Funds	-0-	5,000	5,000
11	023. Hopkins County Fiscal Court - Roads - Equipment			
12	Restricted Funds	-0-	200,000	250,000
13	024. Hopkins County Fiscal Court - Rosenwald-Smith Center - Repairs			
14	Restricted Funds	-0-	30,000	30,000
15	025. Hopkins County Fiscal Court - South Hopkins Fire Department - Equipment			
16	Restricted Funds	-0-	5,000	5,000
17	026. Hopkins County Fiscal Court - Sports Complex - Construction			
18	Restricted Funds	-0-	200,000	200,000
19	027. Hopkins County Fiscal Court - St. Charles Fire Department - Equipment			
20	Restricted Funds	-0-	5,000	5,000
21	028. Hopkins County Fiscal Court - Unallocated Projects			
22	Restricted Funds	-0-	29,386	68,580
23	029. Hopkins County Fiscal Court - White Plains Fire Department - Equipment			
24	Restricted Funds	-0-	5,000	5,000
25	030. Madisonville Community College - School Counts - Operations			
26	Restricted Funds	-0-	10,000	10,000
27	031. Madisonville Community College - Synergy Lab			

1	Restricted Funds	-0-	100,000	100,000
2	Jackson County			
3	001. Jackson County Fiscal Court - Flat Lick Falls Park - Construction -			
4	Playground Area - Equipment			
5	Restricted Funds	-0-	155,303	151,971
6	002. Jackson County Fiscal Court - Gray Hawk Fire Department - Equipment -			
7	Supplies			
8	Restricted Funds	-0-	10,000	10,000
9	003. Jackson County Fiscal Court - McKee Fire Department - Equipment -			
10	Supplies			
11	Restricted Funds	-0-	10,000	10,000
12	004. Jackson County Fiscal Court - Pond Creek Fire Department - Equipment -			
13	Supplies			
14	Restricted Funds	-0-	10,000	10,000
15	005. Jackson County Fiscal Court - Sand Gap Fire Department - Equipment -			
16	Supplies			
17	Restricted Funds	-0-	10,000	10,000
18	Johnson County			
19	001. Johnson County Fiscal Court - Fire Hydrants - Improvements			
20	Restricted Funds	-0-	-0-	25,000
21	002. Johnson County Fiscal Court - Flat Gap Volunteer Fire Department -			
22	Equipment			
23	Restricted Funds	-0-	4,000	4,000
24	003. Johnson County Fiscal Court - Johnson County Rescue Squad - Equipment			
25	Restricted Funds	-0-	4,000	4,000
26	004. Johnson County Fiscal Court - Oil Springs Volunteer Fire Department -			
27	Equipment			

1	Restricted Funds	-0-	4,000	4,000
2	005. Johnson County Fiscal Court - Recreation - Operations - Equipment			
3	Restricted Funds	-0-	25,000	25,000
4	006. Johnson County Fiscal Court - Red Bush Volunteer Fire Department -			
5	Equipment			
6	Restricted Funds	-0-	4,000	4,000
7	007. Johnson County Fiscal Court - River Volunteer Fire Department - Equipment			
8	Restricted Funds	-0-	4,000	4,000
9	008. Johnson County Fiscal Court - Road Department - Equipment			
10	Restricted Funds	-0-	75,000	-0-
11	009. Johnson County Fiscal Court - Rockhouse Volunteer Fire Department -			
12	Equipment			
13	Restricted Funds	-0-	4,000	4,000
14	010. Johnson County Fiscal Court - Senior Citizens - Operations			
15	Restricted Funds	-0-	50,000	50,000
16	011. Johnson County Fiscal Court - Thealka Volunteer Fire Department -			
17	Equipment			
18	Restricted Funds	-0-	4,000	4,000
19	012. Johnson County Fiscal Court - Thelma Volunteer Fire Department -			
20	Equipment			
21	Restricted Funds	-0-	4,000	4,000
22	013. Johnson County Fiscal Court - Van Lear Volunteer Fire Department -			
23	Equipment			
24	Restricted Funds	-0-	4,000	4,000
25	014. Johnson County Fiscal Court - W.R. Volunteer Fire Department - Equipment			
26	Restricted Funds	-0-	4,000	4,000
27	015. Johnson County Fiscal Court - Water Lines - Improvements			

1	Restricted Funds	-0-	100,000	100,000
2	016. Johnson County Fiscal Court - West Van Lear Volunteer Fire Department -			
3	Equipment			
4	Restricted Funds	-0-	4,000	4,000
5	017. Johnson County Fiscal Court - Williamsport Volunteer Fire Department -			
6	Equipment			
7	Restricted Funds	-0-	4,000	4,000
8	Knott County			
9	001. Knott County Fiscal Court - Jail Bond Payment			
10	Restricted Funds	-0-	-0-	100,000
11	002. Knott County Fiscal Court - Sportsplex Bond Payment, Maintenance,			
12	Equipment, Improvements, and Operations			
13	Restricted Funds	-0-	-0-	800,000
14	003. Knott County Fiscal Court - Tourism and Economic Development Projects			
15	Restricted Funds	-0-	-0-	225,000
16	004. Knott County Fiscal Court - Various Water & Sewer Projects			
17	Restricted Funds	-0-	-0-	350,000
18	005. Knott County Fiscal Court - Volunteer Fire Department and Rescue Squads			
19	Restricted Funds	-0-	-0-	55,000
20	Knox County			
21	001. City of Barbourville - Barbourville Police Department - Equipment -			
22	Operations			
23	Restricted Funds	-0-	10,000	10,000
24	002. City of Barbourville - Equipment			
25	Restricted Funds	-0-	20,000	-0-
26	003. City of Barbourville - Fire Department - Equipment - Operations			
27	Restricted Funds	-0-	10,000	10,000

1	004. Knox County Board of Education - TV-4 - Equipment			
2	Restricted Funds	-0-	-0-	10,000
3	005. Knox County Fiscal Court - Appalachian Children's Home - Equipment			
4	Restricted Funds	10,000	-0-	-0-
5	006. Knox County Fiscal Court - Artemus Fire Department - Equipment -			
6	Operations			
7	Restricted Funds	-0-	10,000	10,000
8	007. Knox County Fiscal Court - Bailey Switch Fire Department - Equipment -			
9	Operations			
10	Restricted Funds	-0-	10,000	10,000
11	008. Knox County Fiscal Court - Christian Life Fellowship Food Pantry -			
12	Equipment - Operations			
13	Restricted Funds	2,500	-0-	-0-
14	009. Knox County Fiscal Court - Corbin Senior Citizens - Equipment			
15	Restricted Funds	5,000	-0-	-0-
16	010. Knox County Fiscal Court - East Knox Fire Department - Equipment -			
17	Operations			
18	Restricted Funds	-0-	10,000	10,000
19	011. Knox County Fiscal Court - Emergency Fund and Service, Inc. - Equipment			
20	Restricted Funds	10,000	-0-	-0-
21	012. Knox County Fiscal Court - Knox County Jail - Equipment			
22	Restricted Funds	-0-	20,000	20,000
23	013. Knox County Fiscal Court - Knox County Junior Football League -			
24	Equipment			
25	Restricted Funds	2,500	-0-	-0-
26	014. Knox County Fiscal Court - Knox Utility Commission - Whitley Line			
27	Extension			

1	Restricted Funds	-0-	20,000	-0-
2	015. Knox County Fiscal Court - Knox/Whitley County Animal Shelter - Capital			
3	Construction			
4	Restricted Funds	-0-	30,000	5,000
5	016. Knox County Fiscal Court - Lend-A-Hand Center - Equipment - Operations			
6	Restricted Funds	5,000	-0-	-0-
7	017. Knox County Fiscal Court - Poplar Creek Fire Department - Equipment -			
8	Operations			
9	Restricted Funds	-0-	10,000	10,000
10	018. Knox County Fiscal Court - Richland Fire Department - Equipment -			
11	Operations			
12	Restricted Funds	-0-	10,000	10,000
13	019. Knox County Fiscal Court - Sheriff's Department - Cruisers - Equipment			
14	Restricted Funds	25,000	25,000	25,000
15	020. Knox County Fiscal Court - Stinking Creek Fire Department - Equipment -			
16	Operations			
17	Restricted Funds	-0-	10,000	10,000
18	021. Knox County Fiscal Court - West Knox Fire Department - Equipment -			
19	Operations			
20	Restricted Funds	-0-	10,000	10,000
21	022. Knox County Fiscal Court - Woodbine Fire Department - Equipment -			
22	Operations			
23	Restricted Funds	-0-	10,000	10,000
24	023. Knox County Utility Commission - New Water Line Extensions			
25	Restricted Funds	-0-	50,000	50,000
26	Laurel County			
27	001. Laurel County Fiscal Court - Baldrock Fire Department - Equipment -			

1	Supplies			
2	Restricted Funds	-0-	7,287	7,321
3	002. Laurel County Fiscal Court - Bush Fire Department - Equipment - Supplies			
4	Restricted Funds	-0-	7,287	7,321
5	003. Laurel County Fiscal Court - Campground Fire Department - Equipment -			
6	Supplies			
7	Restricted Funds	-0-	7,287	7,321
8	004. Laurel County Fiscal Court - Colony Fire Department - Equipment - Supplies			
9	Restricted Funds	-0-	7,287	7,321
10	005. Laurel County Fiscal Court - Crossroad Fire Department - Equipment -			
11	Supplies			
12	Restricted Funds	-0-	7,287	7,321
13	006. Laurel County Fiscal Court - East Bernstadt Fire Department - Equipment -			
14	Supplies			
15	Restricted Funds	-0-	7,287	7,321
16	007. Laurel County Fiscal Court - Keavy Fire Department - Equipment - Supplies			
17	Restricted Funds	-0-	7,287	7,321
18	008. Laurel County Fiscal Court - Laurel County Fire Department - Equipment -			
19	Supplies			
20	Restricted Funds	-0-	7,287	7,321
21	009. Laurel County Fiscal Court - Laurel Fire Department - Equipment - Supplies			
22	Restricted Funds	-0-	7,287	7,321
23	010. Laurel County Fiscal Court - Lily County Fire Department - Equipment -			
24	Supplies			
25	Restricted Funds	-0-	7,287	7,321
26	011. Laurel County Fiscal Court - London Fire Department - Equipment - Supplies			
27	Restricted Funds	-0-	7,287	7,321

1	012.	Laurel County Fiscal Court - McWhorter Fire Department - Equipment -			
2		Supplies			
3		Restricted Funds	-0-	7,287	7,321
4	013.	Laurel County Fiscal Court - OPAC			
5		Restricted Funds	-0-	15,000	13,000
6	Lawrence County				
7	001.	City of Louisa - Downtown Beautification and Improvements			
8		Restricted Funds	-0-	15,000	10,000
9	002.	Lawrence County Board of Education - Facility and Ground - Improvements			
10		Restricted Funds	-0-	15,000	10,000
11	003.	Lawrence County Fire Department - Seven Fire Departments - Money to be			
12		divided equally - Equipment - Improvements			
13		Restricted Funds	-0-	17,500	17,500
14	004.	Lawrence County Fiscal Court - Courthouse Annex Facility - Renovations -			
15		Operations - Improvements			
16		Restricted Funds	-0-	40,000	37,370
17	005.	Lawrence County Fiscal Court - Lawrence County - Water Line Extensions			
18		Restricted Funds	-0-	-0-	75,000
19	006.	Lawrence County Fiscal Court - Lawrence County Parks - Improvements -			
20		Upgrades			
21		Restricted Funds	-0-	45,000	40,000
22	007.	Lawrence County Fiscal Court - Recycling Center - Improvements -			
23		Equipment			
24		Restricted Funds	-0-	-0-	15,000
25	008.	Lawrence County Fiscal Court - Water Line Extensions			
26		Restricted Funds	-0-	75,925	-0-
27	Leslie County				

1	001. City of Hyden - General Government			
2	Restricted Funds	-0-	80,000	60,000
3	002. Leslie County Fiscal Court - Beechfork Senior Citizens operations			
4	Restricted Funds	-0-	150,000	150,000
5	003. Leslie County Fiscal Court - Coon Creek Volunteer Fire Department			
6	Operations			
7	Restricted Funds	-0-	10,000	10,000
8	004. Leslie County Fiscal Court - Cutshin Senior Citizens Operations			
9	Restricted Funds	-0-	150,000	150,000
10	005. Leslie County Fiscal Court - Cutshin Volunteer Fire Department Operations			
11	Restricted Funds	-0-	10,000	10,000
12	006. Leslie County Fiscal Court - General Government			
13	Restricted Funds	-0-	60,000	60,000
14	007. Leslie County Fiscal Court - Hyden Senior Citizens Operations			
15	Restricted Funds	-0-	150,000	150,000
16	008. Leslie County Fiscal Court - Hyden Volunteer Fire Department Operations			
17	Restricted Funds	-0-	10,000	10,000
18	009. Leslie County Fiscal Court - Leslie County 911 operations			
19	Restricted Funds	-0-	300,000	300,000
20	010. Leslie County Fiscal Court - Stinnett Senior Citizens Operations			
21	Restricted Funds	-0-	150,000	150,000
22	011. Leslie County Fiscal Court - Stinnett Volunteer Department Operations			
23	Restricted Funds	-0-	10,000	10,000
24	012. Leslie County Fiscal Court - Thousand Sticks Volunteer Fire Department			
25	Operations			
26	Restricted Funds	-0-	10,000	10,000
27	013. Leslie County Fiscal Court - Wooten Volunteer Fire Department Operations			

1	Restricted Funds	-0-	10,000	10,000
2	Letcher County			
3	001. Letcher County Fiscal Court - Domestic Violence			
4	Restricted Funds	-0-	50,000	50,000
5	002. Letcher County Fiscal Court - Letcher County Road Department, Sanitation			
6	Department, Senior Citizen Centers, Park and Recreation, Tourism,			
7	Maintenance, Operational - Improvements - Equipment			
8	Restricted Funds	-0-	625,000	625,000
9	003. Letcher County Fiscal Court - Recreation Center - Debt Service - Operations -			
10	Improvements			
11	Restricted Funds	-0-	600,000	600,000
12	004. Letcher County Fiscal Court - Volunteer Fire Departments - Equipment -			
13	Supplies - Operations - Improvements - To be divided equally			
14	Restricted Funds	-0-	75,000	75,000
15	Magoffin County			
16	001. Magoffin County Fiscal Court - Bloomington Volunteer Fire Department -			
17	Equipment/Infrastructure			
18	Restricted Funds	-0-	12,500	-0-
19	002. Magoffin County Fiscal Court - District 3 Volunteer Fire Department -			
20	Equipment/Infrastructure			
21	Restricted Funds	-0-	12,500	-0-
22	003. Magoffin County Fiscal Court - Magoffin County Fiscal Court - Economic			
23	Development Initiative or Tourism or Community Center			
24	Restricted Funds	-0-	664,416	528,722
25	004. Magoffin County Fiscal Court - Magoffin County Rescue Squad -			
26	Equipment/Infrastructure			
27	Restricted Funds	-0-	-0-	25,000

1	005. Magoffin County Fiscal Court - Magoffin County Sheriff's Department -			
2	Equipment/Infrastructure			
3	Restricted Funds	-0-	-0-	25,000
4	006. Magoffin County Fiscal Court - Magoffin Senior Citizens Center -			
5	Operations/Equipment			
6	Restricted Funds	-0-	12,500	12,500
7	007. Magoffin County Fiscal Court - Middle Fork Volunteer Fire Department -			
8	Equipment/Infrastructure			
9	Restricted Funds	-0-	12,500	-0-
10	008. Magoffin County Fiscal Court - North Magoffin Volunteer Fire Department -			
11	Equipment/Infrastructure			
12	Restricted Funds	-0-	12,500	-0-
13	009. Magoffin County Fiscal Court - Ramey Park - Facility			
14	Upgrades/Equipment/Maintenance			
15	Restricted Funds	-0-	-0-	25,000
16	010. Magoffin County Fiscal Court - Salyersville Fire Department -			
17	Equipment/Infrastructure			
18	Restricted Funds	-0-	12,500	-0-
19	011. Magoffin County Fiscal Court - South Magoffin Volunteer Fire Department -			
20	Equipment/Infrastructure			
21	Restricted Funds	-0-	12,500	-0-
22	Martin County			
23	001. Martin County Fiscal Court - Courthouse - Debt Service			
24	Restricted Funds	-0-	700,000	700,000
25	002. Martin County Fiscal Court - Family Resource Centers - Operations			
26	Restricted Funds	-0-	30,000	30,000
27	Menifee County			

1	001. Menifee County Fiscal Court - City of Frenchburg Sign			
2	Restricted Funds	-0-	10,000	-0-
3	002. Menifee County Fiscal Court - Hope Shelter - Operations			
4	Restricted Funds	-0-	5,000	5,000
5	003. Menifee County Fiscal Court - Menifee County Actors Guild			
6	Restricted Funds	-0-	5,000	10,000
7	004. Menifee County Fiscal Court - Menifee County Ambulance Retirement Fund			
8	Restricted Funds	-0-	20,000	15,000
9	005. Menifee County Fiscal Court - Menifee County Champion			
10	Restricted Funds	-0-	5,000	5,000
11	006. Menifee County Fiscal Court - Menifee County Crime Watch			
12	Restricted Funds	-0-	2,500	2,500
13	007. Menifee County Fiscal Court - Menifee County Horse Trail - Improvements			
14	Restricted Funds	-0-	-0-	30,000
15	008. Menifee County Fiscal Court - Menifee County Park - Improvements			
16	Restricted Funds	-0-	1,500	1,500
17	009. Menifee County Fiscal Court - Menifee County Senior Citizens - Blacktop -			
18	Landscaping			
19	Restricted Funds	-0-	20,000	-0-
20	010. Menifee County Fiscal Court - Menifee County Sheriff - K9			
21	Restricted Funds	-0-	5,000	5,000
22	011. Menifee County Fiscal Court - Menifee County Solid Waste Trucks			
23	Restricted Funds	-0-	-0-	20,000
24	012. Menifee County Fiscal Court - Menifee Elementary - Middle School - Security			
25	Wall			
26	Restricted Funds	-0-	10,000	-0-
27	013. Menifee County Fiscal Court - Project Worth			

1	Restricted Funds	-0-	5,000	5,000
2	014. Menifee County Fiscal Court - Senior Citizens - Operations			
3	Restricted Funds	-0-	30,000	-0-
4	Morgan County			
5	001. City of West Liberty - Gas Line Extension - Dogwood Lane			
6	Restricted Funds	-0-	13,000	-0-
7	002. City of West Liberty - Gas Line Extension - Old Kentucky 172			
8	Restricted Funds	-0-	-0-	70,000
9	003. City of West Liberty - Gas Line Extension - Starting at City Limits at Neal			
10	Valley Along Liberty Road			
11	Restricted Funds	-0-	140,000	-0-
12	004. City of West Liberty - Gateway Homeless Shelter - Operations			
13	Restricted Funds	-0-	5,000	5,000
14	005. City of West Liberty - Sidewalk - Improvements			
15	Restricted Funds	-0-	-0-	25,000
16	006. City of West Liberty - West Liberty Fire Department - Equipment -			
17	Improvements			
18	Restricted Funds	-0-	32,000	32,000
19	007. Morgan County Fiscal Court - Eight Volunteer Fire Departments - Divided			
20	Equally - Equipment - Improvements			
21	Restricted Funds	-0-	40,000	-0-
22	008. Morgan County Fiscal Court - Food Pantry - Operations			
23	Restricted Funds	-0-	5,000	5,000
24	Muhlenberg County			
25	001. Muhlenberg County Fiscal Court - Debt Reduction Bond Indebtedness			
26	Restricted Funds	-0-	755,542	744,064
27	Ohio County			

1	001. Ohio County Fiscal Court - 1st District Infrastructure			
2	Restricted Funds	-0-	50,000	-0-
3	002. Ohio County Fiscal Court - 2nd District Infrastructure			
4	Restricted Funds	-0-	-0-	50,000
5	003. Ohio County Fiscal Court - 4th District Infrastructure			
6	Restricted Funds	-0-	50,000	50,000
7	004. Ohio County Fiscal Court - Centertown Area Infrastructure			
8	Restricted Funds	-0-	-0-	50,000
9	005. Ohio County Fiscal Court - Centertown/Rosine Internet			
10	Restricted Funds	-0-	50,000	-0-
11	006. Ohio County Fiscal Court - County Buildings - Renovation - Repairs - New			
12	Building			
13	Restricted Funds	-0-	50,000	-0-
14	007. Ohio County Fiscal Court - Countywide Road Improvements			
15	Restricted Funds	-0-	-0-	100,000
16	008. Ohio County Fiscal Court - Countywide - Fire Hydrants or Water Line			
17	District 1			
18	Restricted Funds	-0-	10,000	-0-
19	009. Ohio County Fiscal Court - Countywide - Fire Hydrants or Water Line			
20	District 2			
21	Restricted Funds	-0-	10,000	-0-
22	010. Ohio County Fiscal Court - Countywide - Fire Hydrants or Water Line			
23	District 3			
24	Restricted Funds	-0-	10,000	-0-
25	011. Ohio County Fiscal Court - Countywide - Fire Hydrants or Water Line			
26	District 4			
27	Restricted Funds	-0-	10,000	-0-

1	012.	Ohio County Fiscal Court - Countywide - Fire Hydrants or Water Line			
2		District 5			
3		Restricted Funds	-0-	10,000	-0-
4	013.	Ohio County Fiscal Court - Dundee Fire Department - Equipment			
5		Restricted Funds	-0-	10,000	-0-
6	014.	Ohio County Fiscal Court - Hartford Fire Department - Improvements -			
7		Equipment			
8		Restricted Funds	-0-	-0-	25,000
9	015.	Ohio County Fiscal Court - Hartford Infrastructure			
10		Restricted Funds	-0-	-0-	50,000
11	016.	Ohio County Fiscal Court - Jail - Vehicle			
12		Restricted Funds	-0-	-0-	30,000
13	017.	Ohio County Fiscal Court - McHenry Area - Improvements			
14		Restricted Funds	-0-	50,000	-0-
15	018.	Ohio County Fiscal Court - Ohio County Economic Development			
16		Restricted Funds	-0-	150,000	100,000
17	019.	Ohio County Fiscal Court - Ohio County Park - Improvements			
18		Restricted Funds	-0-	48,234	39,312
19	020.	Ohio County Fiscal Court - Ohio County Veterans Museum - Operations			
20		Restricted Funds	-0-	-0-	10,000
21	021.	Ohio County Fiscal Court - Rockport Area Infrastructure			
22		Restricted Funds	-0-	-0-	50,000
23	022.	Ohio County Fiscal Court - Rosine Fire Department - Horse Branch Sub			
24		Station			
25		Restricted Funds	-0-	30,000	-0-
26	023.	Ohio County Fiscal Court - Sheriff's Department - Vehicles - Equipment			
27		Restricted Funds	-0-	50,000	25,000

1 **Owsley County**2 **001. Owsley County Board of Education - Owsley County Library**

3 Restricted Funds -0- -0- 27,032

4 **002. Owsley County Board of Education - Owsley County School Board - Lighting**
5 and rebuilding sidewalks (safety factor)

6 Restricted Funds -0- 54,930 -0-

7 **003. Owsley County Fiscal Court - Booneville Fire Department**

8 Restricted Funds -0- 10,000 10,000

9 **004. Owsley County Fiscal Court - Booneville Rescue Squad**

10 Restricted Funds -0- 10,000 10,000

11 **005. Owsley County Fiscal Court - Civil Center**

12 Restricted Funds -0- -0- 100,000

13 **006. Owsley County Fiscal Court - Health Department and lot**

14 Restricted Funds -0- 75,000 -0-

15 **007. Owsley County Fiscal Court - Island City Fire Department**

16 Restricted Funds -0- 10,000 10,000

17 **008. Owsley County Fiscal Court - Vicent Fire Department**

18 Restricted Funds -0- 10,000 10,000

19 **Perry County**20 **001. City of Buckhorn - Operations - Maintenance**

21 Restricted Funds -0- 45,000 45,000

22 **002. City of Vicco - Operations - Maintenance**

23 Restricted Funds -0- 45,000 45,000

24 **003. Perry County Fiscal Court - Airport Maintenance and Tree Removal**

25 Restricted Funds -0- 10,000 10,000

26 **004. Perry County Fiscal Court - Animal Shelters - Supplies**

27 Restricted Funds -0- 10,000 10,000

1	005. Perry County Fiscal Court - Care Cottage - Operations			
2	Restricted Funds	-0-	30,000	30,000
3	006. Perry County Fiscal Court - Challenger Center - Supplies			
4	Restricted Funds	-0-	25,000	25,000
5	007. Perry County Fiscal Court - Fire Department - Equipment			
6	Restricted Funds	-0-	65,000	65,000
7	008. Perry County Fiscal Court - Hazard Community Ministries - Operations			
8	Restricted Funds	-0-	25,000	25,000
9	009. Perry County Fiscal Court - Hazard Indenpdent - Supplies			
10	Restricted Funds	-0-	100,000	100,000
11	010. Perry County Fiscal Court - Homeless Shelter - Operations - Supplies			
12	Restricted Funds	-0-	25,000	25,000
13	011. Perry County Fiscal Court - Hospice - Supplies			
14	Restricted Funds	-0-	90,000	90,000
15	012. Perry County Fiscal Court - Little Flower Clinic - Operations			
16	Restricted Funds	-0-	30,000	30,000
17	013. Perry County Fiscal Court - Maintenance - Recycling - Improvements			
18	Restricted Funds	-0-	105,000	105,000
19	014. Perry County Fiscal Court - Park Improvement and Maintenance			
20	Restricted Funds	-0-	37,500	37,500
21	015. Perry County Fiscal Court - Perry County Schools - Supplies			
22	Restricted Funds	-0-	137,500	137,500
23	016. Perry County Fiscal Court - Perry County Sheriff's Department - Operations-			
24	Equipment			
25	Restricted Funds	-0-	45,000	45,000
26	017. Perry County Fiscal Court - Sewer Plant - Chavies			
27	Restricted Funds	-0-	180,000	180,000

1 **018. Perry County Fiscal Court - University College of the Mountains - Supplies**
 2 Restricted Funds -0- 90,000 90,000

3 **019. Perry County Fiscal Court - Water Projects - North Perry**
 4 Restricted Funds -0- 112,500 112,500

5 **020. Perry County Fiscal Court - Water Projects - South Perry**
 6 Restricted Funds -0- 225,000 225,000

7 **Pike County**

8 **001. Pike County Fiscal Court - Economic and Industrial Development Project**
 9 Pool

10 Restricted Funds -0- 2,445,800 2,404,100

11 **(1) Use of Funds:** Any qualified government agency in Pike County may apply to
 12 the Department for Local Government for grants from the above project pool. Grants
 13 shall only be approved for bona fide economic and industrial development projects as
 14 prescribed by KRS 42.4588. The Department for Local Government shall consult with
 15 the Pike County legislative delegation prior to the approval of any grant agreement.

16 **Pulaski County**

17 **001. City of Burnside - Burnside Cole Park - Infrastructure Needs**
 18 Restricted Funds -0- -0- 5,000

19 **002. City of Burnside - Burnside Police Department - Infrastructure Needs**
 20 Restricted Funds -0- -0- 10,000

21 **003. City of Eubank - Eubank Community Park - Improvements**
 22 Restricted Funds -0- 10,000 -0-

23 **004. Pulaski County Fiscal Court - Emergency Infrastructure - Local 911 Center**
 24 Restricted Funds -0- 10,000 -0-

25 **005. Pulaski County Fiscal Court - Future Development of Mt. Victory**
 26 Community Park
 27 Restricted Funds -0- -0- 35,000

1	006. Pulaski County Fiscal Court - Future Development of Pleasant Hill			
2	Community Park			
3	Restricted Funds	-0-	34,631	-0-
4	007. Pulaski County Fiscal Court - Woodstock Community Park - Operations			
5	Restricted Funds	-0-	-0-	23,358
6	008. Somerset Community College - Recreational Infrastructure - Somerset			
7	Campus			
8	Restricted Funds	-0-	20,000	-0-
9	Rockcastle County			
10	001. Rockcastle County Fiscal Court - Brindle Ridge Volunteer Fire Department -			
11	Equipment			
12	Restricted Funds	-0-	5,000	-0-
13	002. Rockcastle County Fiscal Court - Brodhead Depot Park - Construction on			
14	Entertainment Stage			
15	Restricted Funds	-0-	10,000	10,000
16	003. Rockcastle County Fiscal Court - Brodhead Volunteer Fire Department -			
17	Equipment			
18	Restricted Funds	-0-	5,000	-0-
19	004. Rockcastle County Fiscal Court - Climax Volunteer Fire Department -			
20	Equipment			
21	Restricted Funds	-0-	30,000	-0-
22	005. Rockcastle County Fiscal Court - Economic Development to update Parking			
23	Lot and Building			
24	Restricted Funds	-0-	12,500	12,500
25	006. Rockcastle County Fiscal Court - Library - Operations			
26	Restricted Funds	-0-	15,000	15,000
27	007. Rockcastle County Fiscal Court - Livingston Volunteer Fire Department -			

1	Equipment			
2	Restricted Funds	-0-	5,000	-0-
3	008. Rockcastle County Fiscal Court - Mt. Vernon Volunteer Fire Department -			
4	Equipment			
5	Restricted Funds	-0-	5,000	-0-
6	009. Rockcastle County Fiscal Court - Music Hall of Fame - Audit			
7	Restricted Funds	-0-	12,500	-0-
8	010. Rockcastle County Fiscal Court - Music Hall of Fame - Business Plan			
9	Restricted Funds	-0-	12,500	-0-
10	011. Rockcastle County Fiscal Court - Music Kentucky - Operations			
11	Restricted Funds	-0-	12,500	12,500
12	012. Rockcastle County Fiscal Court - Pongo Volunteer Fire Department -			
13	Equipment			
14	Restricted Funds	-0-	5,000	-0-
15	013. Rockcastle County Fiscal Court - Recreational Fund (\$100,000 to be used			
16	with tax collected from occupational tax for Recreational Park Rehab)			
17	Restricted Funds	-0-	50,000	50,000
18	014. Rockcastle County Fiscal Court - Road Department - Equipment			
19	Restricted Funds	-0-	15,000	15,000
20	015. Rockcastle County Fiscal Court - Rockcastle E911 - Equipment			
21	Restricted Funds	-0-	17,500	17,500
22	016. Rockcastle County Fiscal Court - Rockcastle Rescue Squad - Equipment			
23	Restricted Funds	-0-	5,000	-0-
24	017. Rockcastle County Fiscal Court - Trail Town Buildings - Improvements			
25	Restricted Funds	-0-	15,000	15,000
26	018. Rockcastle County Fiscal Court - Water Line Extensions for area in Hummel			
27	(seven houses) and Lower River Road (five houses)			

1	Restricted Funds	-0-	10,000	10,000
2	019. Rockcastle County Fiscal Court - Western Volunteer Fire Department -			
3	Equipment			
4	Restricted Funds	-0-	5,000	-0-
5	Union County			
6	001. City of Morganfield - Any Water or Sewer Repair or Extension to System			
7	Restricted Funds	500,000	-0-	-0-
8	002. Union County Fiscal Court - Braves to College			
9	Restricted Funds	-0-	100,000	100,000
10	003. Union County Fiscal Court - County Projects			
11	Restricted Funds	-0-	447,814	1,217,167
12	004. Union County Fiscal Court - HCC Surface and Underground Mining			
13	Education Certification Classes			
14	Restricted Funds	-0-	23,400	23,400
15	005. Union County Fiscal Court - Sturgis/Union County Water District			
16	Interconnect			
17	Restricted Funds	-0-	250,000	-0-
18	006. Union County Fiscal Court - Union County Museum - Operations			
19	Restricted Funds	-0-	40,000	-0-
20	Webster County			
21	001. City of Providence - KIA Loan Payment A90-01.05			
22	Restricted Funds	-0-	319,000	-0-
23	(1) Project Priority: The project listed above shall be funded prior to any other			
24	project listed in this section for Webster County.			
25	002. City of Clay - Purchase Equipment			
26	Restricted Funds	-0-	75,000	75,000
27	003. City of Clay - Sewer Line - Improvements			

1	Restricted Funds	-0-	75,000	-0-
2	004. City of Dixon - Roads and Equipment			
3	Restricted Funds	-0-	-0-	100,000
4	005. City of Providence - Purchase Equipment			
5	Restricted Funds	-0-	75,000	100,000
6	006. City of Providence - Sewer and Water Improvements			
7	Restricted Funds	-0-	75,000	75,000
8	007. City of Sebree - Water and Sewer Repair or Enhancements			
9	Restricted Funds	-0-	200,000	200,000
10	008. City of Slaughters - Park Improvements and Purchase Playground Equipment			
11	Restricted Funds	-0-	35,000	-0-
12	009. City of Wheatcroft - Purchase Equipment			
13	Restricted Funds	-0-	50,000	-0-
14	010. Webster County Fiscal Court - All City/County Fire Departments - Equally			
15	Divided - Equipment - Training			
16	Restricted Funds	-0-	-0-	63,000
17	011. Webster County Fiscal Court - Projects Appropriated by Fiscal Court			
18	Restricted Funds	-0-	200,000	250,000
19	012. Webster County Fiscal Court - Roads and Equipment			
20	Restricted Funds	-0-	-0-	250,000
21	Whitley County			
22	001. Cedar Ridge Ministries - Supplies - Equipment - Operations			
23	Restricted Funds	-0-	5,000	5,000
24	002. City of Corbin - Fire Department - Equipment			
25	Restricted Funds	-0-	5,000	5,000
26	003. City of Corbin - Library - Equipment			
27	Restricted Funds	-0-	2,500	2,500

1	004. City of Corbin - Police Department - Equipment			
2	Restricted Funds	-0-	5,000	5,000
3	005. City of Williamsburg - Fire Department - Equipment			
4	Restricted Funds	-0-	5,000	5,000
5	006. City of Williamsburg - Police Department - Equipment			
6	Restricted Funds	-0-	5,000	5,000
7	007. City of Williamsburg - Senior Citizens Center - Equipment			
8	Restricted Funds	-0-	5,000	5,000
9	008. Corbin Independent Board of Education - Equipment and Upgrades			
10	Restricted Funds	-0-	10,000	10,000
11	009. Corbin Independent Board of Education - Youth Centers - Supplies			
12	Restricted Funds	-0-	4,000	-0-
13	010. Knox Utility Commission - Whitley Line Extension			
14	Restricted Funds	-0-	40,000	-0-
15	011. Whitley County Board of Education - Equipment and Upgrades			
16	Restricted Funds	-0-	10,000	10,000
17	012. Whitley County Fiscal Court - Animal Shelter - Capital Construction			
18	Restricted Funds	-0-	15,000	5,000
19	013. Whitley County Fiscal Court - County Jail - Equipment			
20	Restricted Funds	-0-	5,000	5,000
21	014. Whitley County Fiscal Court - Emlyn Fire Department - Equipment			
22	Restricted Funds	-0-	3,000	3,000
23	015. Whitley County Fiscal Court - Goldbug Fire Department - Equipment			
24	Restricted Funds	-0-	3,000	3,000
25	016. Whitley County Fiscal Court - Oak Grove Fire Department - Equipment			
26	Restricted Funds	-0-	3,000	3,000
27	017. Whitley County Fiscal Court - Patterson Creek Fire Department - Equipment			

1	Restricted Funds	-0-	3,000	3,000
2	018. Whitley County Fiscal Court - Pleasant View Fire Department - Equipment			
3	Restricted Funds	-0-	3,000	3,000
4	019. Whitley County Fiscal Court - Rockhold Fire Department - Equipment			
5	Restricted Funds	-0-	3,000	3,000
6	020. Whitley County Fiscal Court - South Whitley Fire Department - Equipment			
7	Restricted Funds	-0-	3,000	3,000
8	021. Whitley County Fiscal Court - Whitley County Library - Equipment			
9	Restricted Funds	-0-	2,500	2,500
10	022. Whitley County Fiscal Court - Whitley County Sheriff's Department -			
11	Equipment			
12	Restricted Funds	-0-	5,000	5,000
13	023. Williamsburg Independent Board of Education - Equipment and Upgrades			
14	Restricted Funds	-0-	10,000	10,000
15	024. Williamsburg Independent Board of Education - Youth Center - Supplies			
16	Restricted Funds	-0-	2,000	-0-
17	025. Williamsburg Independent Board of Education - Youth Centers - Supplies			
18	Restricted Funds	-0-	18,000	-0-
19	Wolfe County			
20	001. City of Campton - Campton City Park - Improvements			
21	Restricted Funds	-0-	-0-	5,000
22	002. City of Campton - Water Improvements			
23	Restricted Funds	-0-	-0-	25,000
24	003. Wolfe County Board of Education - Red River Elementary - Employee			
25	Retainment			
26	Restricted Funds	-0-	20,000	-0-
27	004. Wolfe County Board of Education - Rogers Elementary - Building Addition			

1	Restricted Funds	-0-	14,000	-0-
2	005. Wolfe County Board of Education - Rogers Elementary Computer Change			
3	Out			
4	Restricted Funds	-0-	4,000	2,000
5	006. Wolfe County Board of Education - Wolfe County Boys Athletics - Supplies -			
6	Equipment			
7	Restricted Funds	-0-	2,000	1,500
8	007. Wolfe County Board of Education - Wolfe County Girls Athletics - Supplies -			
9	Equipment			
10	Restricted Funds	-0-	2,000	1,500
11	008. Wolfe County Board of Education - Wolfe County Middle School Athletics -			
12	Supplies - Equipment			
13	Restricted Funds	-0-	2,000	1,500
14	009. Wolfe County Board of Education - Wolfe County Teacher Enrichment			
15	Retention			
16	Restricted Funds-0-	15,000	5,000	
17	010. Wolfe County Fiscal Court - Adult Community Education			
18	Restricted Funds	-0-	10,000	5,000
19	011. Wolfe County Fiscal Court - American Legion - Operations			
20	Restricted Funds	-0-	2,500	2,500
21	012. Wolfe County Fiscal Court - City of Campton Fire Department - Equipment -			
22	Supplies			
23	Restricted Funds	-0-	10,000	10,000
24	013. Wolfe County Fiscal Court - County Garage - Improvements - Upgrades			
25	Restricted Funds	-0-	10,000	10,000
26	014. Wolfe County Fiscal Court - Hazel Green Fire Department - Equipment -			
27	Supplies			

1	Restricted Funds	-0-	10,000	10,000
2	015. Wolfe County Fiscal Court - Hazel Green Park Project			
3	Restricted Funds	-0-	15,000	10,000
4	016. Wolfe County Fiscal Court - Hazel Green/Lee City Fire Department -			
5	Equipment - Supplies			
6	Restricted Funds	-0-	10,000	10,000
7	017. Wolfe County Fiscal Court - Lacey Creek, Amburgey Fork, Johnson Fork,			
8	and Perkins Fork - Water Line Improvements			
9	Restricted Funds	-0-	40,000	-0-
10	018. Wolfe County Fiscal Court - Salt Supplies			
11	Restricted Funds	-0-	5,000	5,000
12	019. Wolfe County Fiscal Court - Search and Rescue - Supplies - Equipment			
13	Restricted Funds	-0-	3,000	3,000
14	020. Wolfe County Fiscal Court - Silver Mine Festival - Supplies - Equipment			
15	Restricted Funds	-0-	5,000	5,000
16	021. Wolfe County Fiscal Court - Wolfe County American Legion - Operations			
17	Restricted Funds	-0-	2,500	2,500
18	022. Wolfe County Fiscal Court - Wolfe County Community Park - Improvements			
19	Restricted Funds	-0-	7,500	7,500
20	023. Wolfe County Fiscal Court - Wolfe County Jailer - Supplies - Equipment			
21	Restricted Funds	-0-	10,000	10,000
22	024. Wolfe County Fiscal Court - Wolfe County Library - Operations			
23	Restricted Funds	-0-	2,500	2,500
24	025. Wolfe County Fiscal Court - Wolfe County Senior Citizens - Operations			
25	Restricted Funds	-0-	10,000	10,000
26	026. Wolfe County Fiscal Court - Wolfe County Sheriff - Supplies - Equipment			
27	Restricted Funds	-0-	5,000	7,500

1 **027. Wolfe County Fiscal Court - Wolfe County Tourism - Operations**

2 Restricted Funds -0- 2,500 2,500

3 **PART III**

4 **GENERAL PROVISIONS**

5 **1. Funds Designations:** Restricted Funds designated in the biennial budget bills
6 are classified in the state financial records and reports as the Agency Revenue Fund, State
7 Enterprise Funds (State Parks, State Fair Board, Insurance Administration, and Kentucky
8 Horse Park), Internal Services Funds (Fleet Management, Computer Services,
9 Correctional Industries, Central Printing, Risk Management, and Property Management),
10 and selected Fiduciary Funds (Other Expendable Trust Funds). Separate funds records
11 and reports shall be maintained in a manner consistent with the branch budget bills.

12 The sources of Restricted Funds appropriations in this Act shall include all fees
13 (which includes fees for room and board, athletics, and student activities) and rentals,
14 admittances, sales, bond proceeds, licenses collected by law, gifts, subventions,
15 contributions, income from investments, and other miscellaneous receipts produced or
16 received by a budget unit, except as otherwise specifically provided, for the purposes, use,
17 and benefit of the budget unit as authorized by law. Restricted Funds receipts shall be
18 credited and allotted to the respective fund or account out of which a specified
19 appropriation is made in this Act. All receipts of Restricted Funds shall be deposited in
20 the State Treasury and credited to the proper account as provided in KRS Chapters 12, 42,
21 45, and 48.

22 The sources of Federal Funds appropriations in this Act shall include federal
23 subventions, grants, contracts, or other Federal Funds received, income from investments,
24 other miscellaneous federal receipts received by a budget unit, and the Unemployment
25 Compensation Fund, except as otherwise provided, for the purposes, use, and benefit of
26 the budget unit as authorized by law. Federal Funds receipts shall be credited and allotted
27 to the respective fund account out of which a specified appropriation is made in this Act.

1 All Federal Funds receipts shall be deposited in the State Treasury and credited to the
2 proper account as provided in KRS Chapters 12, 42, 45, and 48.

3 **2. Expenditure of Excess Restricted Funds or Federal Funds Receipts:** If
4 receipts received or credited to the Restricted Funds accounts or Federal Funds accounts
5 of a budget unit during fiscal year 2014-2015 or fiscal year 2015-2016, and any balance
6 forwarded to the credit of these same accounts from the previous fiscal year, exceed the
7 appropriation made by specific sum for these accounts of the budget unit as provided in
8 Part I, Operating Budget, of this Act, for the fiscal year in which the excess occurs, the
9 excess funds in the accounts of the budget unit shall become available for expenditure for
10 the purpose of the account during the fiscal year only upon compliance with the
11 conditions and procedures specified in KRS 48.400, 48.500, 48.600, 48.605, 48.610,
12 48.620, 48.630, 48.730, and 48.800, and with the authorization of the State Budget
13 Director and approval of the Secretary of the Finance and Administration Cabinet.

14 Prior to authorizing the appropriation of any excess, unbudgeted Restricted Funds
15 pursuant to this section, the State Budget Director and the Secretary of the Finance and
16 Administration Cabinet shall review the adequacy of the General Fund Surplus Account
17 with respect to its availability to support authorized expenditures from the General Fund
18 Surplus Account, known as Necessary Government Expenses. If General Fund Surplus
19 Account moneys are determined by this review to be adequate to meet known or
20 anticipated Necessary Government Expenses during fiscal year 2014-2015 or fiscal year
21 2015-2016, respectively, then the appropriation increase may be approved. If the review
22 indicates that there are insufficient funds available or reasonably estimated to become
23 available to the General Fund Surplus Account to meet known or projected Necessary
24 Government Expenses for the fiscal years enumerated above, the State Budget Director
25 and the Secretary of the Finance and Administration Cabinet may disapprove the request
26 for additional Restricted Funds expenditure authority and may direct the excess Restricted
27 Funds identified to the General Fund Surplus Account in order to meet Necessary

1 Government Expense obligations. The results of any review shall be reported to the
2 Interim Joint Committee on Appropriations and Revenue in accordance with KRS
3 48.400, 48.500, 48.600, 48.605, 48.610, 48.620, 48.630, 48.730, and 48.800.

4 Any request made by a budget unit pursuant to KRS 48.630 that relates to
5 Restricted Funds or Federal Funds shall include documentation showing a comparative
6 statement of revised estimated receipts by fund source and the proposed expenditures by
7 proposed use, with the appropriated sums specified in the Budget of the Commonwealth,
8 and statements which explain the cause, source, and use for any variances which may
9 exist.

10 Each budget unit shall submit its reports in print and electronic format consistent
11 with the Restricted Funds and Federal Funds records contained in the fiscal biennium
12 2014-2016 Branch Budget Request Manual and according to the following schedule in
13 each fiscal year: (a) On or before the beginning of each fiscal year; (b) On or before
14 October 1; (c) On or before January 1; and (d) On or before April 1.

15 **3. Interim Appropriation Increases:** No appropriation from any fund source
16 shall exceed the sum specified in this Act until the agency has documented the necessity,
17 purpose, use, and source, and the documentation has been submitted to the Interim Joint
18 Committee on Appropriations and Revenue for its review and action in accordance with
19 KRS 48.630. Proposed revisions to an appropriation contained in the enacted Executive
20 Budget or allotment of an unbudgeted appropriation shall conform to the conditions and
21 procedures of KRS 48.630 and this Act.

22 Notwithstanding KRS 48.630(3), (4), and (5), any proposed and recommended
23 actions to increase appropriations for funds specified in Section 2. of this Part shall be
24 scheduled consistent with the timetable contained in that section in order to provide
25 continuous and timely budget information.

26 **4. Revision of Appropriation Allotments:** Allotments within appropriated
27 sums for the activities and purposes contained in the enacted Executive Budget shall

1 conform to KRS 48.610 and may be revised pursuant to KRS 48.605 and this Act.

2 **5. Appropriations Expenditure Purpose and Transfer Restrictions:** Funds
3 appropriated in this Act shall not be expended for any purpose not specifically authorized
4 by the General Assembly in this Act nor shall funds appropriated in this Act be
5 transferred to or between any cabinet, department, board, commission, institution, agency,
6 or budget unit of state government unless specifically authorized by the General
7 Assembly in this Act and KRS 48.400, 48.500, 48.600, 48.605, 48.610, 48.620, 48.630,
8 48.700, 48.705, 48.710, 48.720, 48.730, 48.800, and 48.810. Compliance with the
9 provisions of this section shall be reviewed and determined by the Interim Joint
10 Committee on Appropriations and Revenue.

11 **6. Permitted Appropriation Obligations:** No state agency, cabinet,
12 department, office, or program shall incur any obligation against the General Fund or
13 Road Fund appropriations contained in this Act unless the obligation may be reasonably
14 determined to have been contemplated in the enacted budget and is based upon
15 supporting documentation considered by the General Assembly and legislative and
16 executive records.

17 **7. Lapse of General Fund or Road Fund Appropriations Supplanted by**
18 **Federal Funds:** Any General Fund or Road Fund appropriation made in anticipation of a
19 lack, loss, or reduction of Federal Funds shall lapse to the General Fund or Road Fund
20 Surplus Account, respectively, to the extent the Federal Funds otherwise become
21 available.

22 **8. Federally Funded Agencies:** A state agency entitled to Federal Funds, which
23 would represent 100 percent of the cost of a program, shall conform to KRS 48.730.

24 **9. Lapse of General Fund or Road Fund Excess Debt Service**
25 **Appropriations:** Pursuant to KRS 48.720, any excess General Fund or Road Fund debt
26 service shall lapse to the respective surplus account unless otherwise directed in this Act.

27 **10. Statutes in Conflict:** All statutes and portions of statutes in conflict with any

1 of the provisions of this Act, to the extent of the conflict, are suspended unless otherwise
2 provided by this Act.

3 **11. Construction of Budget Provisions on Statutory Budget Administration**

4 **Powers and Duties:** Nothing in this Act is to be construed as amending or altering
5 Chapters 42, 45, and 48 of the Kentucky Revised Statutes pertaining to the duties and
6 powers of the Secretary of the Finance and Administration Cabinet except as otherwise
7 provided in this Act.

8 **12. Interpretation of Appropriations:** All questions that arise in interpreting any
9 appropriation in this Act as to the purpose or manner for which the appropriation may be
10 expended shall be decided by the Secretary of the Finance and Administration Cabinet
11 pursuant to KRS 48.500, and the decision of the Secretary of the Finance and
12 Administration Cabinet shall be final and conclusive.

13 **13. Publication of the Budget of the Commonwealth:** The State Budget
14 Director shall cause the Governor's Office for Policy and Management, within 60 days of
15 adjournment of the 2014 Regular Session of the General Assembly, to publish a final
16 enacted budget document, styled the Budget of the Commonwealth, based upon the
17 Legislative Budget, Executive Budget, Transportation Cabinet Budget, and Judicial
18 Budget as enacted by the 2014 Regular Session, as well as other Acts which contain
19 appropriation provisions for the 2014-2016 fiscal biennium, and based upon supporting
20 documentation and legislative records as considered by the 2014 Regular Session. This
21 document shall include, for each agency and budget unit, a consolidated budget summary
22 statement of available regular and continuing appropriated revenue by fund source,
23 corresponding appropriation allocations by program or subprogram as appropriate, budget
24 expenditures by principal budget class, and any other fiscal data and commentary
25 considered necessary for budget execution by the Governor's Office for Policy and
26 Management and oversight by the Interim Joint Committee on Appropriations and
27 Revenue. The enacted Executive Budget and Transportation Cabinet Budget shall be

1 revised or adjusted only upon approval by the Governor's Office for Policy and
2 Management as provided in each Part of this Act and by KRS 48.400, 48.500, 48.600,
3 48.605, 48.610, 48.620, 48.630, 48.700, 48.705, 48.710, 48.720, 48.730, 48.800, and
4 48.810, and upon review and action by the Interim Joint Committee on Appropriations
5 and Revenue.

6 **14. State Financial Condition:** Pursuant to KRS 48.400, the State Budget
7 Director shall monitor and report on the financial condition of the Commonwealth.

8 **15. Prorating Administrative Costs:** The Secretary of the Finance and
9 Administration Cabinet is authorized to establish a system or formula or a combination of
10 both for prorating the administrative costs of the Finance and Administration Cabinet, the
11 Department of the Treasury, and the Office of the Attorney General relative to the
12 administration of programs in which there is joint participation by the state and federal
13 governments for the purpose of receiving the maximum amount of participation permitted
14 under the appropriate federal laws and regulations governing the programs. The receipts
15 and allotments under this section shall be reported to the Interim Joint Committee on
16 Appropriations and Revenue prior to any transfer of funds.

17 **16. Construction of Budget Provisions Regarding Executive Reorganization**
18 **Orders:** Nothing in this Act shall be construed to confirm or ratify, under KRS 12.027 or
19 12.028, any executive reorganization order unless the executive order was confirmed or
20 ratified by appropriate amendment to the Kentucky Revised Statutes in another Act of the
21 2014 Regular Session of the General Assembly. If any executive reorganization order
22 issued from the sine die adjournment of the 2013 Regular Session to the sine die
23 adjournment of the 2014 Regular Session was not confirmed by the 2014 Regular Session
24 of the General Assembly, the Secretary of the Finance and Administration Cabinet shall,
25 in consultation with agency heads and with notification to the Legislative Research
26 Commission, transfer the balance of funds for any affected program or function for fiscal
27 year 2013-2014 and any related appropriations and funds for each of the next two fiscal

1 years from the budget unit in which the program or function was placed by the executive
2 reorganization order to the budget unit in which the program or function resided prior to
3 the reorganization action or in which it was placed by action of the 2014 Regular Session
4 of the General Assembly.

5 **17. Budget Planning Report:** By August 15, 2015, the State Budget Director, in
6 conjunction with the Consensus Forecasting Group, shall provide to each branch of
7 government, pursuant to KRS 48.120, a budget planning report.

8 **18. Tax Expenditure Revenue Loss Estimates:** By November 30, 2015, the
9 Office of State Budget Director shall provide to each branch of government detailed
10 estimates for the General Fund and Road Fund for the current and next two fiscal years of
11 the revenue loss affected by tax expenditures. The Department of Revenue shall provide
12 assistance and furnish data which is not restricted by KRS 131.190. "Tax expenditure" as
13 used in this section means an exemption, exclusion, or deduction from the base of a tax, a
14 credit against the tax, a deferral of a tax, or a preferential tax rate. The estimates shall
15 include for each tax expenditure the amount of revenue loss, a citation of the legal
16 authority for the tax expenditure, the year in which it was enacted, and the tax year in
17 which it became effective.

18 **19. Duplicate Appropriations:** Any appropriation item and sum in Parts I to X of
19 this Act and in an appropriation provision in any Act of the 2014 Regular Session which
20 constitutes a duplicate appropriation shall be governed by KRS 48.312.

21 **20. Priority of Individual Appropriations:** KRS 48.313 shall control when a
22 total or subtotal figure in this Act conflicts with the sum of the appropriations of which it
23 consists.

24 **21. Severability of Budget Provisions:** Appropriation items and sums in Parts I
25 to X of this Act shall conform to KRS 48.311. If any section, any subsection, or any
26 provision is found by a court of competent jurisdiction in a final, unappealable order to be
27 invalid or unconstitutional, the decision of the courts shall not affect or impair any of the

1 remaining sections, subsections, or provisions.

2 **22. Unclaimed Lottery Prize Money:** For fiscal year 2014-2015 and fiscal year
3 2015-2016, all unclaimed lottery prize money under KRS 154A.110(3) shall be credited
4 to the Kentucky Educational Excellence Scholarship Reserve Account to be held as a
5 subsidiary account within the Finance and Administration Cabinet for the purpose of
6 funding the KEES Program as appropriated in this Act. If the Kentucky Higher Education
7 Assistance Authority certifies to the State Budget Director that the appropriations in this
8 Act for the KEES Program under the existing award schedule are insufficient to meet
9 funds required for eligible applicants, then the State Budget Director shall provide the
10 necessary allotment of funds in the balance of the KEES Reserve Account to fund the
11 KEES Program. Actions taken under this section shall be reported to the Interim Joint
12 Committee on Appropriations and Revenue on a timely basis.

13 **23. Workers' Compensation:** Notwithstanding KRS 342.340(1) or any other
14 provision of law, public sector self-insured employers are not required to deposit funds as
15 security, indemnity, or bond to secure the payment of compensation liabilities, provided
16 that each public sector employer has the authority to impose taxes or raise tuition in an
17 amount sufficient to recoup payments of compensation liabilities as they are incurred.
18 Notwithstanding KRS 342.340(1) and 803 KAR 25:021, Section 5, the Personnel Cabinet
19 shall be exempt from procuring excess risk insurance in fiscal year 2014-2015 and fiscal
20 year 2015-2016 for the Workers' Compensation Benefits and Reserve program
21 administered by the Cabinet.

22 **24. Premium and Retaliatory Taxes:** Notwithstanding KRS 304.17B-021(4)(d),
23 premium taxes collected under KRS Chapter 136 from any insurer and retaliatory taxes
24 collected under KRS 304.3-270 from any insurer shall be credited to the General Fund.

25 **25. Carry Forward and Undesignated General Fund and Road Fund Carry**
26 **Forward:** Notwithstanding KRS 48.700, 48.705, and other Parts of this Act, the
27 Secretary of the Finance and Administration Cabinet shall determine and certify within 30

1 days of the close of fiscal year 2013-2014 and fiscal year 2014-2015 the actual amount of
2 undesignated balance of the General Fund and the Road Fund for the year just ended. The
3 amounts from the undesignated fiscal year 2013-2014 and fiscal year 2014-2015 General
4 Fund and Road Fund balances that are designated and carried forward for budgeted
5 purposes in the 2014-2016 fiscal biennium shall be determined by the State Budget
6 Director during the close of the respective fiscal year and shall be reported to the Interim
7 Joint Committee on Appropriations and Revenue within 30 days of the close of the fiscal
8 year. Any General Fund undesignated balance in excess of the amount designated for
9 budgeted purposes under this section shall be made available for the General Fund
10 Surplus Expenditure Plan contained in Part VII of this Act unless otherwise provided in
11 this Act. The Road Fund undesignated balance in excess of the amount designated for
12 budgeted purposes under this section shall be made available for the Road Fund Surplus
13 Expenditure Plan contained in Part IX of this Act unless otherwise provided in this Act.
14 On June 30, 2016, the Secretary of the Finance and Administration Cabinet shall estimate
15 the General Fund receipts for fiscal year 2015-2016, and an amount equal to the estimated
16 fiscal year 2015-2016 General Fund receipts in excess of \$10,067,223,600 net of the
17 necessary adjustment for severance taxes shall be transferred to the Budget Reserve Trust
18 Fund Account (KRS 48.705). All amounts transferred to the Budget Reserve Trust Fund
19 Account (KRS 48.705) under this subsection shall be reported to the Interim Joint
20 Committee on Appropriations and Revenue within 30 days of the date of the transfer.
21 Any General Fund undesignated balance in excess of the amount designated for budgeted
22 purposes and the amount transferred to the Budget Reserve Trust Fund Account (KRS
23 48.705) under this subsection shall be made available for the General Fund Surplus
24 Expenditure Plan contained in Part VII of this Act unless otherwise provided in this Act.
25 The Road Fund undesignated balance in excess of the amount designated for budgeted
26 purposes under this subsection shall be made available for the Road Fund Surplus
27 Expenditure Plan contained in Part IX of this Act unless otherwise provided in this Act.

1 **26. Next Generation Kentucky Information Highway Fund:** The Next
2 Generation Kentucky Information Highway Fund is established within the Finance and
3 Administration Cabinet. All funds appropriated for network connections and services
4 within the Executive Branch shall be deposited within the Fund and used to support the
5 financing and operations of the capital project in Part II, F., 1., 001. of this Act. Upon
6 approval of the Kentucky Board of Education and the Council on Postsecondary
7 Education, the Secretary of the Finance and Administration Cabinet may utilize funds
8 appropriated to the Department of Education and the Council on Postsecondary Education
9 for network connections and services necessary to support the financing and operations of
10 the capital project in Part II, F., 1., 001. of this Act. Some or all of those funds shall be
11 deposited within the Next Generation Kentucky Information Highway Fund.

12 **27. Budget Implementation:** The General Assembly directs that the Executive
13 Branch shall carry out all appropriations and budgetary language provisions as contained
14 in the State/Executive Budget. The Legislative Research Commission shall review
15 quarterly expenditure data to determine if an agency is out of compliance with this
16 directive. If the Legislative Research Commission suspects that any entity has acted in
17 non-conformity with this section, the Legislative Research Commission may order an
18 audit or review at the agency's expense. Such audit findings, reviews, and reports shall be
19 subject to the Kentucky Open Records law.

20 **28. Information Technology:** All authorized computer information technology
21 projects shall submit a semiannual progress report to the Interim Joint Committee on
22 Appropriations and Revenue. The reporting process shall begin six months after the
23 project is authorized and shall continue through completion of the project. The initial
24 report shall establish a timeline for completion and cash disbursement schedule. Each
25 subsequent report shall update the timeline and budgetary status of the project and explain
26 in detail any issues with completion date and funding.

27 **29. Lottery Dividends:** In fiscal year 2014-2015, excluding the funds transfer

1 amount in Part V, F., 4. of this Act, any lottery proceeds in excess of \$238,000,000
2 received by the Commonwealth, except unclaimed prize money pursuant to KRS
3 154A.110(3), shall be deposited in the Budget Reserve Trust Fund Account (KRS
4 48.705). In fiscal year 2015-2016, any lottery proceeds in excess of \$251,500,000
5 received by the Commonwealth, except unclaimed prize money pursuant to KRS
6 154A.110(3), shall be deposited in the Budget Reserve Trust Fund Account (KRS
7 48.705).

8 **30. Executive Branch Budget Recommendation:** The Executive Branch budget
9 recommendation submitted pursuant to KRS 48.110(6) for the 2016-2018 fiscal biennium
10 shall contain, for all budget units not including the budget units within the Transportation
11 Cabinet, total Road Fund appropriations not exceeding six and one-half percent of the
12 official revenue estimate made by the Consensus Forecasting Group for the Road Fund
13 for each fiscal year, or \$101,500,000 in each year, whichever is the lesser amount. All
14 other Road Fund appropriations shall be contained in the Transportation Cabinet budget
15 recommendation submitted pursuant to KRS 48.110(6)(f).

16 **31. Civil War Reenactors:** Notwithstanding KRS 38.440, Civil War reenactors
17 may associate, drill, and parade with firearms and/or swords without permission from the
18 Governor before, during, and after Civil War reenactments and events.

19 **32. Equipment Service Contracts and Energy Efficiency Measures:** The
20 General Assembly mandates that the Finance and Administration Cabinet review all
21 equipment service contracts to maximize savings to the Commonwealth to strictly adhere
22 to the provisions of KRS 56.722, 56.782, and 56.784 in maximizing the use of energy
23 efficiency measures.

24 **33. Kentucky Wine and Vine Fest:** The Kentucky Wine and Vine Fest of
25 Nicholasville, Kentucky, is named and designated as the official state wine festival.

26 **34. Debt Restructuring:** Notwithstanding any other provision of the Kentucky
27 Revised Statutes, no General Fund or Road Fund debt restructuring transactions shall be

1 undertaken during the 2014-2016 fiscal biennium.

2 **35. Language Provisions:** Any language provision in this Act that expresses
3 legislative intent regarding a specific appropriation shall be expended only for the
4 purposes outlined in that language provision. Any funds not expended for that specific
5 purpose shall be transferred to the Budget Reserve Trust Fund Account (KRS 48.705) by
6 June 30 of each fiscal year.

7 **36. Fiscal Year 2015-2016 Funds Expenditure Restriction:** Except in the case
8 of a declared emergency, the Governor, all agency heads, and all other constitutional
9 officers shall not expend or encumber in the aggregate more than 55 percent of the funds
10 appropriated by this Act during the first half of fiscal year 2015-2016.

11 **37. Unexpended Debt Service:** Notwithstanding KRS 48.720, any General Fund
12 moneys appropriated for debt service in fiscal years 2014-2015 and 2015-2016 that are
13 not expended specifically for debt service shall be transferred to the Budget Reserve Trust
14 Fund Account (KRS 48.705).

15 **38. Affordable Care Act:** The Governor of Kentucky, through the promulgation
16 of administrative regulations and executive orders, has implemented the provisions of the
17 Affordable Care Act (ACA) in the Commonwealth. Subsequent to these Executive
18 Branch actions, no executive order related to the ACA has been codified by the General
19 Assembly, nor has any administrative regulation related to the ACA been approved by a
20 vote of the majority of the members of a legislative committee. Providing that the
21 Governor continues unilateral implementation and operation of the ACA in the
22 Commonwealth, the General Assembly shall limit the ACA's impact on the 2014-2016
23 State/Executive Branch Budget and future biennial budgets so as not to bind future
24 General Assemblies. Therefore, no provision within this Act shall be deemed, adjudged,
25 or constructed as being a recognition, finding, or admission of the General Assembly's
26 approval of the operation of the ACA in Kentucky.

27 **39. Health Benefit Exchange:** The appropriations contained within this Act are

1 for the sole purpose of the operations of the Executive Branch of government. There are
2 no General Fund appropriations for the Affordable Care Act, and specifically, no General
3 Fund dollars are appropriated for any expenditure in operating or maintaining the Health
4 Benefit Exchange. The Governor is expressly prohibited from expending any General
5 Fund resources on any expenditure directly or indirectly associated with the Health
6 Benefit Exchange.

7 **40. Medicaid Funding:** Notwithstanding any statute or regulation to the contrary,
8 if the Medicaid funding schedule for newly eligible individuals provided in 42 U.S.C. sec.
9 1396d(y)(1) as it existed on January 1, 2014, is modified to require any increased state
10 funding, all Medicaid services and eligibility standards for those services shall return to
11 the levels of service and eligibility standards in effect on January 1, 2013.

12 **41. Affordable Care Act - Use of Funds:** The General Assembly recognizes that
13 the Kentucky Revised Statutes provide certain discretion to the Governor to make
14 application for, and expend federal funding for, Kentucky's Medicaid Program. As the
15 only body in the Commonwealth with the constitutional power to make appropriations,
16 the General Assembly recognizes that federal funding for the expansion of Kentucky's
17 Medicaid Program is not recurring in nature; therefore, the intent of the General
18 Assembly is that funds received from the Affordable Care Act, or its successor, shall not
19 be used to permanently expand existing programs, permanently create new programs, or
20 in any way increase the requirements to be placed on the General Fund or Road Fund
21 above the adjusted appropriation level as of June 30, 2014.

22 **42. Effects of Subsequent Legislation:** If any measure enacted during the 2014
23 Regular Session of the General Assembly subsequent to this Act contains an
24 appropriation or is projected to increase or decrease General Fund revenues, the amount
25 in the Budget Reserve Trust Fund shall be revised to accommodate the appropriation or
26 the reduction or increase in projected revenues. Notwithstanding any provision of KRS
27 48.120(4) and (5) to the contrary, the official enacted revenue estimates of the

Commonwealth described in KRS 48.120(5) shall be adjusted at the conclusion of the 2014 Regular Session of the General Assembly to incorporate any projected revenue increases or decreases that will occur as a result of actions taken by the General Assembly subsequent to the passage of this Act by both chambers.

43. Appropriation of Budget Reserve Trust Fund: Pursuant to KRS 48.705, \$12,043,400 in fiscal year 2015-2016 from the Budget Reserve Trust Fund is available to be appropriated by the General Assembly in this Act.

44. Debt Service Template Interest Rates: Appropriated amounts for debt service for new debt and currently authorized but unissued debt assume a five percent tax-exempt interest rate and a six percent taxable interest rate for 20 years and a four and one-half percent tax-exempt interest rate and a four and one-half percent taxable interest rate for ten years. This language provision shall not apply in cases in which the debt service amount for a project is not calculated using the template provided by the Finance and Administration Cabinet's Office of Financial Management, or the debt service amount is based on specific terms or interest rates.

PART IV

STATE SALARY/COMPENSATION, BENEFIT, AND EMPLOYMENT POLICY

1. Authorized Personnel Complement: On July 1, 2014, the Personnel Cabinet and the Office of State Budget Director shall establish a record for each budget unit of authorized permanent full-time and other positions based upon the enacted Executive Budget of the Commonwealth and any adjustments authorized by provisions in this Act. The total number of filled permanent full-time and all other positions shall not exceed the authorized complements pursuant to this section. An agency head may request an increase in the number of authorized positions to the State Budget Director. Upon approval, the Secretary of the Personnel Cabinet may authorize the employment of individuals in addition to the authorized complement. A report of the actions authorized in this section shall be provided to the Interim Joint Committee on Appropriations and Revenue on a

1 monthly basis.

2 **2. Salary Adjustments:** Notwithstanding KRS 18A.355 and KRS 156.808(6)(e)
3 and (12), a salary adjustment amounting to a percentage value on the base salary or wages
4 of each eligible full-time and part-time employee on his or her anniversary date is
5 provided in fiscal year 2014-2015. The amount of salary adjustment is determined by
6 each eligible employee's annual base salary or wages on his or her anniversary date, and
7 the following table reflects the percentage of the salary adjustment for fiscal year 2014-
8 2015:

9	Annual Base Salary or Wages	2014-15
10	\$0 to \$27,000.00	5%
11	\$27,000.01 to \$36,000.00	3%
12	\$36,000.01 to \$50,000.00	2%
13	\$50,000.01 and above	1%

14 In fiscal year 2015-2016, a cost-of-living adjustment of one percent is provided on
15 the base salary or wages of each state employee on his or her anniversary date.

16 **3. Monthly Per Employee Health Insurance Benefits Assessment:** The
17 Personnel Cabinet shall collect a benefits assessment per month per employee eligible for
18 health insurance coverage in the state group for duly authorized use by the Personnel
19 Cabinet in administering its statutory and administrative responsibilities, including but
20 not limited to administration of the Commonwealth's health insurance program.

21 **4. Employee Cross-Reference:** The Personnel Cabinet may permit married
22 couples who are both eligible to participate in the state health insurance plan to be
23 covered under one family health benefit plan.

24 **5. State Group Health Insurance Plan – Plan Year Closure:** Notwithstanding
25 KRS 18A.2254, Plan Years 2010 and 2011 shall be considered closed as of December 31,
26 2013, and all balances from those plan years shall be transferred to Plan Year 2012. All
27 other income and expenses attributable to the closed plan years shall be deposited in or

1 charged to the Plan Year 2012 account after that date. This section shall apply
2 retroactively to December 31, 2013, and any action to the contrary shall be considered
3 null and void.

4 **6. Full-Time Positions:** Notwithstanding KRS 18A.005(18)(a), full-time
5 positions in the state parks, where the work assigned is dependent upon fluctuation in
6 tourism, may be assigned work hours from 25 hours per week and remain in full-time
7 positions.

8 **7. Employer Retirement Contribution Rates:** Pursuant to KRS 61.565 and
9 61.702, the employer contribution rates for Kentucky Employees Retirement Systems
10 from July 1, 2014, through June 30, 2016, shall be 38.77 percent, consisting of 30.84
11 percent for pension and 7.93 percent for insurance for nonhazardous duty employees and
12 26.34 percent, consisting of 16.37 percent for pension and 9.97 percent for insurance for
13 hazardous duty employees; for the same period the employer contribution for employees
14 of the State Police Retirement System shall be 75.76 percent, consisting of 53.90 percent
15 for pension and 21.86 percent for insurance. The rates above apply to wages and salaries
16 earned for work performed during the described period regardless of when the employee
17 is paid for the time worked.

18 **8. Issuance of Paychecks to State Employees:** Notwithstanding 101 KAR
19 2:095, Section 10, the state payroll that would normally be scheduled to be paid on June
20 30, 2015, and June 30, 2016, shall not be issued prior to July 1, 2015, and July 1, 2016.

21 **9. Health Care Spending Account:** Notwithstanding KRS 18A.2254(2)(a) and
22 (b), if a public employee waives coverage provided by his or her employer under the
23 Public Employee Health Insurance Program, the employer shall forward a monthly
24 amount to be determined by the Secretary of the Personnel Cabinet for that employee as
25 an employer contribution to a health reimbursement account or a health flexible spending
26 account, but not less than one hundred seventy-five dollars (\$175) per month, subject to
27 any conditions or limitations imposed by the Secretary of the Personnel Cabinet to

comply with applicable federal law. The administrative fees associated with a health reimbursement account or health flexible spending account shall be an authorized expense to be charged to the Public Employee Health Insurance Trust Fund.

PART V

FUNDS TRANSFER

The General Assembly finds that the financial condition of state government requires the following action.

Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2014-2015 and fiscal year 2015-2016:

	2013-14	2014-15	2015-16
A. GENERAL GOVERNMENT			
1. Kentucky Infrastructure Authority			
Agency Revenue Fund	-0-	615,200	-0-
2. Military Affairs			
Agency Revenue Fund	-0-	1,500,000	-0-
3. Military Affairs			
Other Special Revenue Fund	-0-	450,000	-0-
(KRS 39E.050(3))			
4. Department for Local Government			
Other Special Revenue Fund	-0-	110,800	-0-
5. Secretary of State			
Agency Revenue Fund	-0-	1,300,000	1,300,000
6. Accountancy			
Agency Revenue Fund	-0-	150,000	100,000
(KRS 325.250)			
7. Auctioneers			

1	Recovery Fund	-0-	-0-	50,000
2	(KRS 330.192)			
3	8. Chiropractic Examiners			
4	Agency Revenue Fund	-0-	50,000	-0-
5	9. Licensure for Professional Engineers and Land			
6	Surveyors			
7	Agency Revenue Fund	-0-	50,000	-0-
8	(KRS 322.420)			
9	10. Hairdressers and Cosmetologists			
10	Agency Revenue Fund	-0-	100,000	100,000
11	(KRS 317A.080(2))			
12	11. Medical Licensure			
13	Agency Revenue Fund	-0-	250,000	250,000
14	(KRS 311.610)			
15	12. Licensure for Occupational Therapy			
16	Agency Revenue Fund	-0-	50,000	-0-
17	13. Pharmacy			
18	Agency Revenue Fund	-0-	100,000	100,000
19	(KRS 315.195)			
20	14. Physical Therapy			
21	Agency Revenue Fund	-0-	50,000	50,000
22	(KRS 327.080(1))			
23	15. Real Estate Appraisers			
24	Agency Revenue Fund	-0-	50,000	50,000
25	16. Real Estate Commission			
26	Recovery Fund	-0-	100,000	50,000
27	(KRS 324.410)			

1 **17. Social Work**

2 Agency Revenue Fund -0- 50,000 -0-
3 (KRS 335.140)

4 **B. ECONOMIC DEVELOPMENT CABINET**

5 **1. Economic Development**

6 Other Special Revenue Fund -0- 435,000 435,000

7 Balances remaining in the Special Revenue Fund accounts after all appropriations
8 authorized in this Act shall lapse to the General Fund Surplus Account at the end of each
9 fiscal year.

10 **C. DEPARTMENT OF EDUCATION**

11 **1. Operations and Support Services**

12 Agency Revenue Fund -0- 250,000 -0-

13 **2. Operations and Support Services**

14 Other Special Revenue Fund -0- 150,000 -0-

15 **D. EDUCATION AND WORKFORCE DEVELOPMENT CABINET**

16 **1. Direct Local Aid**

17 Agency Revenue Fund -0- 300,000 -0-
18 (KRS 142.010(5))

19 **2. Education Professional Standards Board**

20 Agency Revenue Fund -0- 600,000 -0-

21 **E. ENERGY AND ENVIRONMENT CABINET**

22 **1. Secretary**

23 Kentucky Heritage Land

24 Conservation Fund -0- 5,000,000 3,000,000
25 (KRS 146.570)

26 **2. Secretary**

27 Kentucky Pride Trust Fund -0- 2,006,300 2,006,300

Pursuant to KRS 224.43-505(2)(a)3., these funds transfers to the General Fund support the General Fund debt service on the bonds sold as appropriated by 2003 Ky. Acts ch. 156, Part II, A., 3., c.

3. Environmental Protection

Insurance Administration Fund	-0-	7,477,000	7,723,000
(KRS 224.60-130, 224.60-140, and 224.60-145)			

4. Natural Resources

Equipment Loans Revolving Loan			
Fund	-0-	1,125,000	-0-
(KRS 262.640)			

5. Environmental Quality Commission

Agency Revenue Fund	-0-	288,100	293,200
(KRS 224.01-100 to 224.01-115)			

6. Public Service Commission

Telecommunication Relay Service			
Fund	-0-	2,400,000	-0-
(KRS 278.5499)			

F. FINANCE AND ADMINISTRATION CABINET

1. General Administration

Agency Revenue Fund	-0-	-0-	1,000,000
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2. General Administration

Other Special Revenue Fund	-0-	1,247,900	2,495,700
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3. Revenue

Agency Revenue Fund	-0-	6,000,000	-0-
(KRS 132.672(1) and 134.552(2))			

4. Kentucky Lottery Corporation

Kentucky Lottery Corporation	-0-	11,000,000	-0-
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1 (KRS 154A.130 (3) and (4))

2 Notwithstanding KRS 154A.130 (3) and (4), the funds transfer included above shall be
3 deposited to the credit of the General Fund. The funds transfer shall be transferred from
4 the net unrestricted reserves held by the Kentucky Lottery Corporation, as identified in
5 the Kentucky Lottery Annual Financial Report, June 30, 2013.

6 **G. HEALTH AND FAMILY SERVICES CABINET**

7 **1. General Administration and Program Support**

8 Malt Beverage Education Fund -0- 500,000 500,000

9 **2. Health Benefit Exchange**

10 Trust Fund 3,100,000 -0- -0-

11 (KRS 304.17B-021(10))

12 **H. JUSTICE AND PUBLIC SAFETY CABINET**

13 **1. Criminal Justice Training**

14 Agency Revenue Fund -0- 10,530,000 11,000,000

15 (KRS 15.430 and 136.392(2))

16 **2. Criminal Justice Training**

17 Agency Revenue Fund -0- 3,000,000 -0-

18 **3. Juvenile Justice**

19 Agency Revenue Fund -0- 3,000,000 -0-

20 **I. PERSONNEL CABINET**

21 **1. General Operations**

22 Agency Revenue Fund -0- 2,692,400 2,688,900

23 These fund transfers to the General Fund support General Fund debt service on bonds
24 sold for the new Personnel/Payroll system.

25 **2. Workers' Compensation Benefits and Reserve**

26 Agency Revenue Fund -0- 2,000,000 -0-

27 (KRS 18A.375(3))

1 **3. Public Employee Health Trust Fund**

2 Enterprise Fund -0- 93,000,000 -0-

3 (KRS 18A.2254(3))

4 This fund transfer to the General Fund partially supports the salary increases for Local
5 School District Certified and Classified employees as recommended in Part I, C., 1., (3)
6 of this Act and for full-time and part-time employees of the Executive Branch as set out
7 in Part IV, 3. of this Act.

8 **J. POSTSECONDARY EDUCATION**

9 **1. Council on Postsecondary Education**

10 Agency Revenue Fund -0- 500,000 -0-

11 **2. Kentucky Higher Education Assistance Authority**

12 Other Special Revenue Fund -0- 200,000 200,000

13 (KRS 164.7891(11))

14 **3. Kentucky Community and Technical College**
15 **System**

16 Agency Revenue Fund -0- 10,000,000 5,000,000

17 (KRS 95A.220, 95A.262, and 136.392(2))

18 **4. Kentucky Community and Technical College**
19 **System**

20 Other Special Revenue Fund -0- 8,000,000 -0-

21 (KRS 95A.262(14))

22 **K. PUBLIC PROTECTION CABINET**

23 **1. Alcoholic Beverage Control**

24 Agency Revenue Fund -0- 700,000 700,000

25 (KRS 243.025(3))

26 **2. Financial Institutions**

27 Agency Revenue Fund -0- 6,500,000 6,000,000

1 (KRS 286.01-485)

2 **3. Horse Racing Commission**

3 Agency Revenue Fund -0- 1,000,000 -0-

4 (KRS 138.510 and 230.265)

5 **4. Insurance**

6 Agency Revenue Fund -0- 23,250,000 21,750,000

7 (KRS 304.2-300(1) and (4), 304.2-400, and 304.2-440(4))

8 **L. TOURISM, ARTS AND HERITAGE CABINET**

9 **1. Secretary**

10 Agency Revenue Fund -0- 6,000,000 3,000,000

11 (KRS 142.406(2) and (3))

12 **2. Arts Council**

13 Agency Revenue Fund -0- 600,000 -0-

14 (KRS 153.220(8))

15 TOTAL - FUNDS TRANSFER 3,100,000 214,727,700 69,842,100

16 **PART VI**

17 **GENERAL FUND BUDGET REDUCTION PLAN**

18 Pursuant to KRS 48.130 and 48.600, a General Fund Budget Reduction Plan is
 19 enacted for state government in the event of an actual or projected revenue shortfall in
 20 General Fund revenue receipts, excluding Tobacco Settlement – Phase I receipts, of
 21 \$9,801,299,200 in fiscal year 2014-2015 and \$10,067,223,600 in fiscal year 2015-2016,
 22 as determined by KRS 48.120 and modified by related Acts and actions of the General
 23 Assembly in an extraordinary or regular session. Direct services, obligations essential to
 24 the minimum level of constitutional functions, and other items that may be specified in
 25 this Act, are exempt from the requirements of this Plan. Each branch head shall prepare a
 26 specific plan to address a proportionate share of the General Fund revenue shortfall
 27 applicable to the respective branch. No budget revision action shall be taken by a branch

1 head in excess of the actual or projected revenue shortfall.

2 The Governor, the Chief Justice, and the Legislative Research Commission shall
3 direct and implement reductions in allotments and appropriations only for their respective
4 branch budget units as may be necessary, as well as take other measures which shall be
5 consistent with the provisions of this Part and general branch budget bills.

6 Notwithstanding KRS 48.130(4)(a) and (b), in the event of a revenue shortfall of
7 five percent or less, General Fund budget reduction actions shall be implemented in the
8 following sequence:

9 (1) The Local Government Economic Assistance and the Local Government
10 Economic Development Funds shall be adjusted by the Secretary of the Finance and
11 Administration Cabinet to equal revised estimates of receipts pursuant to KRS 42.4582 as
12 modified by the provisions of this Act;

13 (2) Transfers of excess unappropriated Restricted Funds, notwithstanding any
14 statutes to the contrary, other than fiduciary funds, to the General Fund shall be applied as
15 determined by the head of each branch for its respective budget units. No transfers to the
16 General Fund shall be made from the following:

17 (a) Local Government Economic Assistance and Local Government Economic
18 Development Funds;

19 (b) Unexpended debt service from the Tobacco-Settlement Phase I Funds in either
20 fiscal year;

21 (c) Tobacco Unbudgeted Interest Income-Rural Development Trust Fund; and

22 (d) Multi-County Coal Severance Fund;

23 (3) Any unanticipated Phase I Master Settlement Agreement revenues in both
24 fiscal years shall be appropriated according to KRS 248.654;

25 (4) Use of the unappropriated balance of the General Fund surplus shall be
26 applied;

27 (5) Any language provision that expresses legislative intent regarding a specific

1 appropriation shall not be reduced by a greater percentage than the reduction to the
2 General Fund appropriation for that budget unit;

3 (6) Reduce General Fund appropriations in Executive Branch agencies' operating
4 budget units by a sufficient amount to balance either fiscal year. No reductions of General
5 Fund appropriations shall be made from the Local Government Economic Assistance
6 Fund or the Local Government Economic Development Fund;

7 (7) Notwithstanding subsection (10) of this Part, no reductions shall be made to
8 the Constitutional Officers or their offices, Commonwealth's Attorneys or their offices, or
9 County Attorneys or their offices. The Governor may request their participation in a
10 budget reduction; however, the level of participation shall be at the discretion of the
11 Constitutional Officer, or the Prosecutors Advisory Council;

12 (8) Excess General Fund appropriations which accrue as a result of personnel
13 vacancies and turnover, and reduced requirements for operating expenses, grants, and
14 capital outlay shall be determined and applied by the heads of the executive, judicial, and
15 legislative departments of state government for their respective branches. The branch
16 heads shall certify the available amounts which shall be applied to budget units within the
17 respective branches and shall promptly transmit the certification to the Secretary of the
18 Finance and Administration Cabinet and the Legislative Research Commission. The
19 Secretary of the Finance and Administration Cabinet shall execute the certified actions as
20 transmitted by the branch heads.

21 Branch heads shall take care, by their respective actions, to protect, preserve, and
22 advance the fundamental health, safety, legal and social welfare, and educational well-
23 being of the citizens of the Commonwealth;

24 (9) Funds available in the Budget Reserve Trust Fund shall be applied in an
25 amount not to exceed 25 percent of the Trust Fund balance in fiscal year 2014-2015 and
26 50 percent in fiscal year 2015-2016; and

27 (10) Pursuant to KRS 48.130 and 48.600, if the actions contained in subsections

(1) to (5) of this Part are insufficient to eliminate an actual or projected General Fund revenue shortfall, then the Governor is empowered and directed to take necessary actions with respect to the Executive Branch budget units to balance the budget by such actions conforming with the criteria expressed in this Part.

PART VII

GENERAL FUND SURPLUS EXPENDITURE PLAN

(1) Notwithstanding KRS 48.130(7), 48.140(3), 48.700, and 48.705, there is established a plan for the expenditure of General Fund surplus moneys pursuant to a General Fund Surplus Expenditure Plan contained in this Part for fiscal years 2014-2015 and 2015-2016. Pursuant to the enactment of the Surplus Expenditure Plan, General Fund moneys made available for the General Fund Surplus Expenditure Plan pursuant to Part III, General Provisions, Section 26, of this Act are appropriated to the following:

(a) Authorized expenditures without a sum-specific appropriation amount, known as Necessary Government Expenses, including but not limited to Emergency Orders formally declared by the Governor in an Executive Order subject to the following limitation: General Fund moneys made available for the General Fund Surplus Expenditure Plan in fiscal year 2015-2016 shall not be reserved for Necessary Government Expenses in fiscal year 2016-2017; and

(b) Increased support to the Budget Reserve Trust Fund.

(2) The Secretary of the Finance and Administration Cabinet shall determine, within 30 days after the close of fiscal year 2013-2014, and the close of fiscal year 2014-2015, based on the official financial records of the Commonwealth, the amount of actual General Fund undesignated fund balance for the General Fund Surplus Account that may be available for expenditure pursuant to the Plan respectively in fiscal year 2014-2015 and fiscal year 2015-2016. The Secretary of the Finance and Administration Cabinet shall certify the amount of actual General Fund undesignated fund balance available for expenditure to the Legislative Research Commission.

PART VIII

ROAD FUND BUDGET REDUCTION PLAN

There is established a Road Fund Budget Reduction Plan for fiscal year 2014-2015 and fiscal year 2015-2016. Pursuant to KRS 48.130, in the event of an actual or projected revenue shortfall in Road Fund revenue receipts of \$1,593,200,000 in fiscal year 2014-2015 and \$1,619,200,000 in fiscal year 2015-2016 as determined by KRS 48.120 and modified by related Acts and actions of the General Assembly in an extraordinary or regular session, the Governor shall implement sufficient reductions as may be required to protect the highest possible level of service.

PART IX

ROAD FUND SURPLUS EXPENDITURE PLAN

Notwithstanding KRS 48.110, 48.140, and 48.710, there is established a plan for the expenditure of the Road Fund Surplus Account. All moneys in the Road Fund Surplus Account shall be appropriated in the State Construction Account within the Highways budget unit and utilized to support projects in the fiscal biennium 2014-2016 Biennial Highway Construction Program.

PART X

PHASE I TOBACCO SETTLEMENT

(1) **General Purpose:** This Part prescribes the policy implementing aspects of the national settlement agreement between the tobacco industry and the collective states as described in KRS 248.701 to 248.727. In furtherance of that agreement, the General Assembly recognizes that the Commonwealth of Kentucky is a party to the Phase I Master Settlement Agreement (MSA) between the Participating Tobacco Manufacturers and 46 Settling States which provides reimbursement to states for smoking-related expenditures made over time.

(2) **State's MSA Share:** The Commonwealth's share of the MSA is equal to 1.7611586 percent of the total settlement amount. Payments under the MSA are made to

1 the states annually in April of each year.

2 **(3) MSA Payment Amount Variables:** The total settlement amount to be
3 distributed each payment date is subject to change pursuant to several variables provided
4 in the MSA, including inflation adjustments, volume adjustments, previously settled
5 states adjustments, and the nonparticipating manufacturers adjustment.

6 **(4) Distinct Identity of MSA Payment Deposits:** The General Assembly has
7 determined that it shall be the policy of the Commonwealth that all Phase I Tobacco
8 Settlement payments shall be deposited to the credit of the General Fund and shall
9 maintain a distinct identity as Phase I Tobacco Settlement payments that shall not lapse to
10 the credit of the General Fund surplus but shall continue forward from each fiscal year to
11 the next fiscal year to the extent that any balance is unexpended.

12 **(5) MSA Payment Estimates and Adjustments:** Based on the current estimates
13 as reviewed by the Consensus Forecasting Group, the amount of MSA payments expected
14 to be received in fiscal year 2014-2015 is \$99,700,000 and in fiscal year 2015-2016 is
15 \$72,400,000. It is recognized that payments to be received by the Commonwealth are
16 estimated and are subject to change. Any appropriations made from the estimated receipts
17 are subject to adjustments based on actual receipts as received and certified by the
18 Secretary of the Finance and Administration Cabinet.

19 **a. State Enforcement:** Notwithstanding KRS 248.654, a total of \$250,000 of
20 the MSA payments received in each fiscal year is appropriated to the Finance and
21 Administration Cabinet, Department of Revenue for the state's enforcement of
22 noncompliant nonparticipating manufacturers.

23 **b. Debt Service:** Notwithstanding KRS 248.654 and 248.703(4), a total of
24 \$30,570,000 in MSA payments received in fiscal year 2014-2015 and a total of
25 \$30,657,000 in MSA payments received in fiscal year 2015-2016 is appropriated to the
26 Finance and Administration Cabinet, Debt Service budget unit.

27 **c. Agricultural Development Initiatives:** Notwithstanding KRS 248.654 and

1 248.703(4), \$37,701,600 in fiscal year 2014-2015 and \$12,821,200 in fiscal year 2015-
2 2016 is appropriated to the Kentucky Agricultural Development Fund to be used for
3 agricultural development initiatives.

4 **d. Early Childhood Development Initiatives:** Twenty-five percent of the MSA
5 payments, less the above enforcement appropriations, received in fiscal year 2014-2015,
6 estimated to be \$24,198,900, and notwithstanding KRS 248.654, in fiscal year 2015-
7 2016, \$24,198,900 is appropriated for early childhood development initiatives as
8 specified in this Part.

9 **e. Health Care Initiatives:** Notwithstanding KRS 248.654, \$9,159,000 in fiscal
10 year 2014-2015 and \$6,652,400 in fiscal year 2015-2016 is appropriated to the Health
11 Care Improvement Fund for health care initiatives as specified in this Part.

12 **(6) MSA Appropriation Adjustments:** Excluding any amounts received under
13 Part X, (9), Nonparticipating Manufacturer Settlement Proceeds, if Phase I Master
14 Settlement Agreement revenues exceed \$99,700,000 in fiscal year 2014-2015, or
15 \$72,400,000 in fiscal year 2015-2016, these unanticipated revenues are hereby
16 appropriated as follows: 50 percent to the Agricultural Development Fund, 25 percent to
17 the Early Childhood Development Fund, and 25 percent to the Health Care Improvement
18 Fund.

19 **(7) MSA Appropriation Adjustment - Fiscal Year 2013-2014:** The Consensus
20 Forecasting Group reduced the fiscal year 2013-2014 Phase I Master Settlement
21 Agreement revenue forecast by 50 percent from the enacted estimate of \$90,800,000 to
22 \$45,400,000. The reduction in the MSA revenue estimate was based on the expectation
23 that a nonparticipating manufacturer adjustment would be applied to the annual MSA
24 payment in fiscal year 2013-2014. To accommodate this reduction in estimated revenues,
25 the following fiscal year 2013-2014 appropriations and continuing appropriations are
26 hereby reduced:

27 **a. Agricultural Development:** General Government - Governor's Office of

1 Agricultural Policy, \$14,379,300 in fiscal year 2013-2014; Energy and Environment
 2 Cabinet - Natural Resources, \$2,938,600 (\$2,500,000 in fiscal year 2013-2014 and
 3 \$438,600, continuing appropriation); and Finance and Administration Cabinet - Debt
 4 Service, \$5,806,300 in fiscal year 2013-2014.

5 **b. Early Childhood Development:** General Government - Governor's Office:
 6 \$2,101,800 (\$1,912,500 in fiscal year 2013-2014 and \$189,300, continuing
 7 appropriation); Health and Family Services Cabinet - Community Based Services,
 8 \$100,000 in fiscal year 2013-2014; Health and Family Services Cabinet - Public Health,
 9 \$3,682,900 in fiscal year 2013-2014; Health and Family Services Cabinet - Behavioral
 10 Health, Developmental and Intellectual Disabilities, \$75,600 in fiscal year 2013-2014;
 11 and Council on Postsecondary Education - Kentucky Higher Education Assistance
 12 Authority, \$301,000 in fiscal year 2013-2014.

13 **c. Health Care Improvement:** Health and Family Services Cabinet - Public
 14 Health - Smoking Cessation, \$839,400 in fiscal year 2013-2014; Justice and Public Safety
 15 Cabinet - Justice Administration, \$47,100 in fiscal year 2013-2014; Health and Family
 16 Services Cabinet - Health Benefit Exchange - Kentucky Access, \$14,657,300 in fiscal
 17 year 2013-2014; and Postsecondary Education - Council on Postsecondary Education,
 18 \$442,000 in fiscal year 2013-2014.

19 **(8) Kentucky Access:** To accommodate the fiscal year 2013-2014 budget
 20 reduction associated with Kentucky Access, the Cabinet for Health and Family Services
 21 may use surplus, unexpended, or continuing appropriations from any source, excluding
 22 General Fund (Tobacco) dollars, within the Cabinet to fund the Kentucky Access
 23 program in fiscal year 2013-2014.

24 **(9) Nonparticipating Manufacturer Settlement Proceeds:** Notwithstanding
 25 KRS 248.654, in the event a settlement is reached between the Commonwealth and the
 26 participating manufacturers regarding the nonparticipating manufacturer adjustment issue,
 27 any settlement proceeds shall be deposited into the Tobacco Settlement Agreement Fund

1 and shall not be expended without appropriation authority granted by the General
2 Assembly.

3 **(10) Fiscal Year 2013-2014 County Accounts:** Due to the budget reduction
4 actions specified in Part X, (7), (a), the Governor's Office of Agricultural Policy shall
5 transfer \$6,000,000 in continuing appropriations to the county accounts in fiscal year
6 2013-2014.

7 **A. STATE ENFORCEMENT**

8 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

9 **1. FINANCE AND ADMINISTRATION CABINET**

10 Budget Unit	2014-15	2015-16
11 a. Revenue	250,000	250,000

12 **B. DEBT SERVICE**

13 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

14 **1. FINANCE AND ADMINISTRATION CABINET**

15 Budget Unit	2014-15	2015-16
16 a. Debt Service	30,570,000	30,657,000

17 **(1) Debt Service:** To the extent that revenues sufficient to support the required
18 debt service appropriations are received from the Tobacco Settlement Program, those
19 revenues shall be made available from those accounts to the appropriate account of the
20 General Fund. If revenues received from the Tobacco Settlement Program in fiscal year
21 2013-2014 are insufficient to support the required debt service appropriations,
22 notwithstanding 2012 Ky. Acts ch. 144, Part X., B., no more than \$5,751,000 of General
23 Fund (Tobacco) moneys from the Governor's Office of Agricultural Policy shall be
24 transferred to the Finance and Administration Cabinet, Debt Service budget unit to pay
25 the necessary debt service. All necessary debt service amounts shall be appropriated from
26 the General Fund and shall be fully paid regardless of whether there is a sufficient amount
27 available to be transferred from tobacco-supported funding program accounts to other

1 accounts of the General Fund.

2 **(2) General Fund (Tobacco) Debt Service Lapse:** Notwithstanding Part X., (4),
3 of this Act, \$2,179,500 in fiscal year 2014-2015 and \$2,179,500 in fiscal year 2015-2016
4 shall lapse.

5 **C. AGRICULTURAL DEVELOPMENT APPROPRIATIONS**

6 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

7 **1. GENERAL GOVERNMENT**

8 Budget Units	2014-15	2015-16
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9 a. Governor's Office of Agricultural Policy	31,101,600	12,221,200
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10 **(1) Tobacco Settlement Funds - Allocations:** Notwithstanding KRS 248.711(2),
11 and from the allocation provided therein, counties that are allocated in excess of \$20,000
12 annually may provide up to four percent of the individual county allocation, not to exceed
13 \$15,000 annually, to the county council in that county for administrative costs.

14 **(2) Agricultural Development Appropriations:** Notwithstanding KRS
15 248.703(1), included in the above General Fund (Tobacco) appropriation is \$19,350,000
16 in fiscal year 2014-2015 and \$9,850,000 in fiscal year 2015-2016, for the counties
17 account as specified in KRS 248.703(1)(a).

18 b. Agriculture	600,000	600,000
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19 **(1) Farms to Food Banks:** Included in the above General Fund (Tobacco)
20 appropriation is \$600,000 in each fiscal year to support the Farms to Food Banks program
21 to benefit both Kentucky farmers and the needy by providing fresh, locally grown
22 produce to food pantries.

23 **2. ENERGY AND ENVIRONMENT CABINET**

24 Budget Unit	2014-15	2015-16
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25 a. Natural Resources	6,000,000	-0-
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26 **(1) Environmental Stewardship Program:** Included in the above General Fund
27 (Tobacco) appropriation is \$6,000,000 in fiscal year 2014-2015 for the Environmental

1 Stewardship Program.

2 TOTAL - AGRICULTURAL APPROPRIATIONS 37,701,600 12,821,200

3 **D. EARLY CHILDHOOD DEVELOPMENT**

4 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

5 **1. GENERAL GOVERNMENT**

6 **Budget Unit 2014-15 2015-16**

7 a. Office of the Governor 1,912,500 1,912,500

8 **(1) Governor's Office for Early Childhood Development:** Included in the
9 above General Fund (Tobacco) appropriation is \$1,912,500 in fiscal year 2014-2015 and
10 \$1,912,500 in fiscal year 2015-2016 for the Early Childhood Advisory Council.

11 **2. CABINET FOR HEALTH AND FAMILY SERVICES**

12 **Budget Units 2014-15 2015-16**

13 a. Community Based Services 8,715,000 8,715,000

14 **(1) Early Childhood Development Program:** Included in the above General
15 Fund (Tobacco) appropriation is \$8,715,000 in each fiscal year for the Early Childhood
16 Development Program.

17 b. Public Health 11,580,000 11,580,000

18 **(1) HANDS Program, Healthy Start, Folic Acid Program, Early Childhood**
19 **Mental Health, and Early Childhood Oral Health:** Included in the above General Fund
20 (Tobacco) appropriation is \$9,000,000 in each fiscal year for the Health Access Nurturing
21 Development Services (HANDS) Program, \$1,000,000 in each fiscal year for Healthy
22 Start initiatives, \$80,000 in each fiscal year for the Folic Acid Program, \$1,000,000 in
23 each fiscal year for Early Childhood Mental Health, and \$500,000 in each fiscal year for
24 Early Childhood Oral Health.

25 c. Behavioral Health, Developmental and Intellectual Disabilities

26 Services 891,400 891,400

27 **(1) Substance Abuse Prevention and Treatment:** Included in the above General

1 Fund (Tobacco) appropriation is \$891,400 in each fiscal year for substance abuse
2 prevention and treatment.

3 **3. POSTSECONDARY EDUCATION**

4 Budget Unit	2014-15	2015-16
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5 a. Kentucky Higher Education Assistance		
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6 Authority	1,100,000	1,100,000
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7 **(1) Early Childhood Scholarships:** Included in the above General Fund
8 (Tobacco) appropriation is \$1,100,000 in each fiscal year for Early Childhood
9 Scholarships.

10 TOTAL - EARLY CHILDHOOD APPROPRIATIONS	24,198,900	24,198,900
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11 **E. HEALTH CARE IMPROVEMENT APPROPRIATIONS**

12 **GENERAL FUND - PHASE I TOBACCO SETTLEMENT FUNDS**

13 Notwithstanding KRS 304.17B-003(5), appropriations for health care improvement
14 shall be as follows:

15 **1. CABINET FOR HEALTH AND FAMILY SERVICES**

16 Budget Unit	2014-15	2015-16
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17 a. Public Health	2,486,300	1,803,800
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18 **(1) Smoking Cessation Program:** Included in the above General Fund (Tobacco)
19 appropriation is \$2,486,300 in fiscal year 2014-2015 and \$1,803,800 in fiscal year 2015-
20 2016 for the Smoking Cessation Program.

21 **2. JUSTICE AND PUBLIC SAFETY CABINET**

22 Budget Unit	2014-15	2015-16
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23 a. Justice Administration	1,700,200	1,241,100
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24 **(1) Office of Drug Control Policy:** Included in the above General Fund
25 (Tobacco) appropriation is \$1,700,200 in fiscal year 2014-2015 and \$1,241,100 in fiscal
26 year 2015-2016 for the Office of Drug Control Policy.

27 **3. POSTSECONDARY EDUCATION**

1	Budget Unit	2014-15	2015-16
2	a. Council on Postsecondary Education	4,972,500	3,607,500
3	(1) Ovarian Cancer Screening: Notwithstanding KRS 164.476, General Fund		
4	(Tobacco) moneys in the amount of \$775,000 in each fiscal year shall be allotted from the		
5	Lung Cancer Research Fund to the Ovarian Cancer Screening Outreach Program at the		
6	University of Kentucky.		
7	TOTAL - HEALTH CARE APPROPRIATIONS	9,159,000	6,652,400
8	TOTAL - PHASE I TOBACCO SETTLEMENT		
9	FUNDING PROGRAM	101,879,500	74,579,500

10 **PART XI**

11 **STATE/EXECUTIVE BRANCH BUDGET SUMMARY**

12 **OPERATING BUDGET**

13		2013-14	2014-15	2015-16
14	General Fund (Tobacco)	-0-	101,879,500	74,579,500
15	General Fund	32,884,900	9,643,517,900	9,857,513,500
16	Restricted Funds	58,893,300	7,080,979,600	7,245,308,400
17	Federal Funds	751,684,200	10,164,654,700	10,477,467,800
18	Road Fund	-0-	100,301,100	101,489,300
19	SUBTOTAL	843,462,400	27,091,332,800	27,756,358,500

20 **CAPITAL PROJECTS BUDGET**

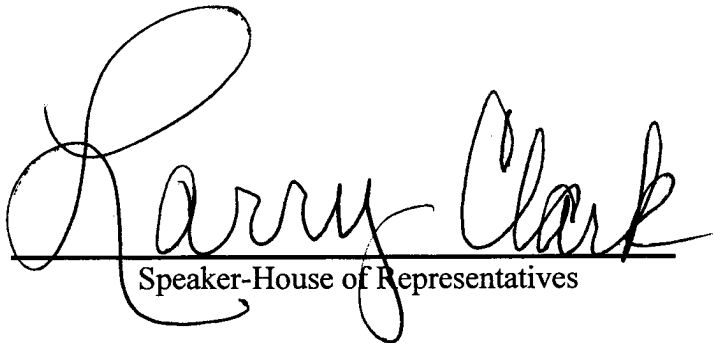
21		2013-14	2014-15	2015-16
22	General Fund	-0-	5,776,000	-0-
23	Restricted Funds	-0-	3,668,648,000	86,959,000
24	Federal Funds	-0-	140,837,800	37,319,300
25	Bond Funds	-0-	697,705,200	45,068,000
26	Agency Bonds	-0-	721,275,000	-0-
27	Capital Construction Surplus	-0-	1,735,000	-0-

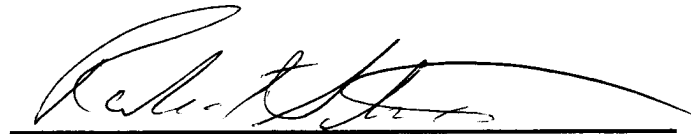
1	Investment Income	-0-	3,013,000	3,013,000
2	Other Funds	-0-	1,019,150,000	2,375,000
3	SUBTOTAL	-0-	6,258,140,000	174,734,300

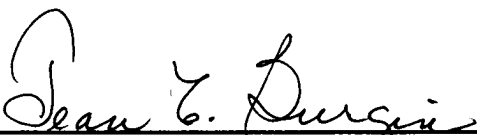
4 **TOTAL - STATE/EXECUTIVE BUDGET**

5		2013-14	2014-15	2015-16
6	General Fund (Tobacco)	-0-	101,879,500	74,579,500
7	General Fund	32,884,900	9,649,293,900	9,857,513,500
8	Restricted Funds	58,893,300	10,749,627,600	7,332,267,400
9	Federal Funds	751,684,200	10,305,492,500	10,514,787,100
10	Road Fund	-0-	100,301,100	101,489,300
11	Bond Funds	-0-	697,705,200	45,068,000
12	Agency Bonds	-0-	721,275,000	-0-
13	Capital Construction Surplus	-0-	1,735,000	-0-
14	Investment Income	-0-	3,013,000	3,013,000
15	Other Funds	-0-	1,019,150,000	2,375,000
16	TOTAL FUNDS	843,462,400	33,349,472,800	27,931,092,800

17 The above capital projects are directly funded in Part II, Capital Projects Budget, of
 18 this Act. The above Budget Reserve Trust Fund is directly funded in Part III, General
 19 Provisions, of this Act.


Speaker-House of Representatives


President of Senate

Attest: 
Chief Clerk of House of Representatives

Approved _____
Governor

Date _____